

August 20, 2026

To,
**Listing Compliance Department,
National Stock Exchange of India Limited**
Exchange plaza, Plot No. C/1, G Block,
Bandra Kurla Complex (BKC), Bandra (E),
Mumbai-400 051, Maharashtra, IN

Symbol: MACPOWER Series: EQ ISIN: INE155Z01011

Subject: Annual Report for the Financial Year 2025-26 and Notice convening the 23rd Annual General Meeting.

Pursuant to Regulation 30 and Regulation 34 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we submit herewith the Annual Report of the Company for the Financial Year 2025-26 along with Notice convening the 23rd Annual General Meeting of the Company scheduled to be held on Wednesday, September 23, 2026 at 2.00 p.m. (IST) at the registered office of the company situated at Plot No.2234, Nr. Kranti Gate, GIDC METODA, Tal Lodhika, Dist. Rajkot, Gujarat- 360021.

The Company has sent the same through electronic mode to the members who have registered their E-Mail IDs with the Company's R & TA/Depository Participants. For the members who have not registered email id, dispatched physical letter for Web-link of Annual Report for the Financial Year 2025-26 including AGM notice in compliance with Regulation 36(1)(b) of the SEBI (Listing Obligations and Disclosures Requirements), 2015 ["Listing Regulations"] to such Members.

AGM Notice & Annual Report:

The Annual Report and AGM Notice are available on the Company's website: www.macpowercnc.com and the same can be accessed / viewed by clicking the below links:

Notice of 23 rd AGM	Annual Report for FY 2025-26
Click here	Click here

This is for the information of the exchange and the members.

Thanking you,
For and on behalf of
Macpower CNC Machines Limited

Mehta
Rupesh
Jagdishbhai
Jagdishbhai

Digitally signed by
Mehta Rupesh
Jagdishbhai
Date: 2026.08.20
16:39:42 +05'30'

[Rupesh J. Mehta]
Chairman & Managing Director
DIN: 01474523
Encl: As above



+91 2827 287930/31
+91 7998 7998 16



sales@macpowercnc.com



REGD. OFFICE :

PLOT NO. 2234, NEAR KRANTI GATE,
GIDC, METODA - 360021.
RAJKOT, GUJARAT. (INDIA)



MACPOWER CNC MACHINES LIMITED

ANNUAL REPORT

F. Y. 2025-26

PRECISION TODAY.
POWERING TOMORROW.



PRECISION
ENGINEERED



PERFORMANCE
DRIVEN



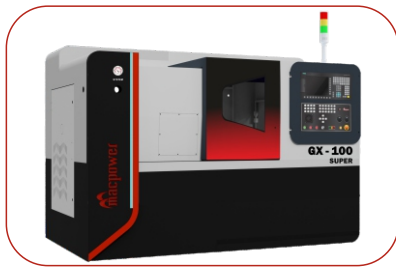
INNOVATION
FOCUSED



PARTNER IN
PROGRESS

INNOVATE | INTEGRATE | INSPIRE

WWW.MACPOWERCNC.COM



GX SERIES



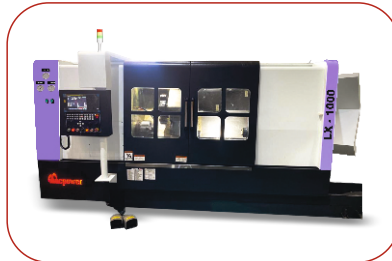
MX SERIES



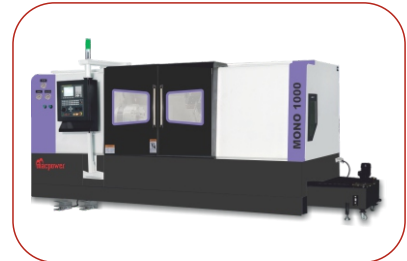
VX SERIES



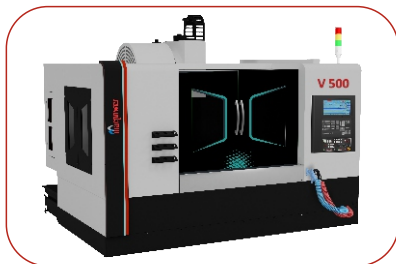
MONO SERIES



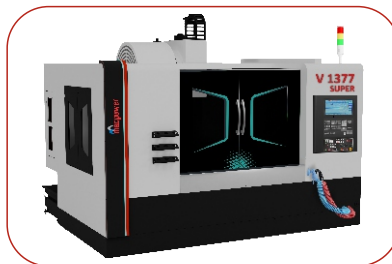
LX SERIES



LARGE SERIES



VIBRANT SERIES



JUMBO SERIES



VIBRANT APC SERIES



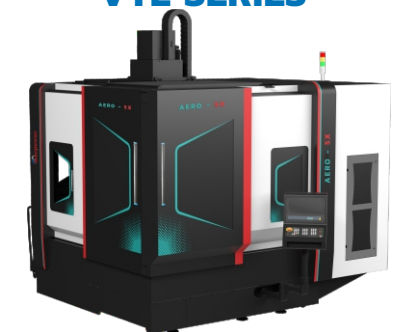
VTL SERIES



PRO VMC SERIES



PRO SERIES



5 AXIS



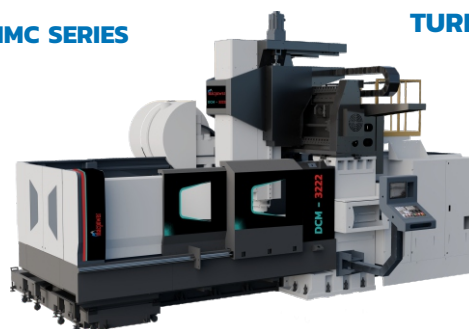
HMC SERIES



TURN O MILL



DTC



DCM SERIES

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ABOUT THE COMPANY

More than one and half decades of experience and the vision towards creating a niche in India's fastest growing CNC Manufacturing Company, Macpower CNC Machines has been transforming to meet up to the potential demand in domestic markets as well as through import substitution. This growth is a result of Macpower's vision of par excellence to manufacture state of the art products and adopting the best in technology.

In 2003, Macpower Group started Macpower CNC Machines Private Limited with a CNC Machines manufacturing unit in an area of around 4 acres. Today Macpower has has 2 units in operation situated at Metoda G. I. D.C., Rajkot (India).

In 2017, the company was converted into a public company and in 2018; Macpower listed on the National Stock Exchange of India, SME Emerge platform while in August, 2020 the company migrated to the NSE Main board.

Macpower is ISO 9001(Design) certified, a universally accepted quality assurance designation.

The modern headquarters contain a spacious State of the Art Machine Shop, totally equipped Assembly Shops, all Modern Measuring and Testing Equipment's, Technologically Advanced Sheet Metal Unit and one of its kind Powder Coating Plant. The company today has a capacity to manufacture 2500 machine per annum

Macpower is currently offering widest range of different product categories namely Turning Center, Twin Spindle Turning Center, VMC, Twin Spindle VMC, TurnMill Center, Automation, HMC, VTL, DTC, DCM, 5 Axis with 383+ different variants & models serving 27 industry segment worldwide with 3000+ application solutions and 13875+ installations. We have our Sales & Service Team presence in 39 cities across the country and 9 business associates; establishment of multiple regional offices and technology centers across the country to have better connect with our valued customers.

To cater to various industrial segments and achieve deeper customer penetration, Macpower is putting in all efforts to enhance production capacity and expand its current sales and service network as well use digital tools to address the target audience in an effective way.

CORPORATE INFORMATION

- BOARD OF DIRECTORS -



Mr. Rupesh J. Mehta

Chairman & Managing Director

Mr. Nikesh J. Mehta

Whole - Time Director & CEO

Mrs. Riya R. Mehta

Non - Executive & Woman Director

Mr. Maulik R. Mokariya

Independent Director

Mr. Rajubhai R. Bhanderi

Independent Director

Mr. Deven J. Doshi

Independent Director

Mr. Vishal B. Mehta

Chief Financial Officer

- AUDITORS -

Statutory Auditor

M/s. S. C. Makhecha & Associates

Chartered Accountants, Rajkot

Secretarial Auditor

K. P. Rachchh & Co.

Practicing Company Secretaries, Rajkot

Internal Auditor

Mr. Hiren H. Rathod

Register & Share Transfer Agent

**MUFG Intime India Private Limited
(Link Intime India Private Limited)**

5th Floor, 506 to 508, Amarnath Business Centre – 1 [ABC-1],
Beside Gala Business Centre, Nr. St.Xavier's College
Corner, Off C G Road, Ellisbridge,
Ahmedabad – 380 006, Gujarat, India.

Email: ahmedabad@in.mpms.mufg.com

Banker

Axis Bank Limited

Metoda Branch

Mr. Kishor Kikani

Company Secretary &
Compliance Officer

MACPOWER CNC MACHINES LIMITED

Reg. Office : Plot No. 2234, Nr. Kranti Gate, GIDC Metoda - 360 021,
Talu - Lodhika, Dist - Rajkot, Gujarat, India | Phone : 02827 287930,
Email : cs@macpowercnc.com | Website : www.macpowercnc.com
CIN : L30009GJ2003PLC043419 | NSE Symbol : MACPOWER | ISIN : INE155Z01011

VISION & MISSION



OUR VISION

- At Macpower CNC, our vision is to be the global leader in precision manufacturing by empowering businesses with cutting-edge CNC technology.

OUR MISSION

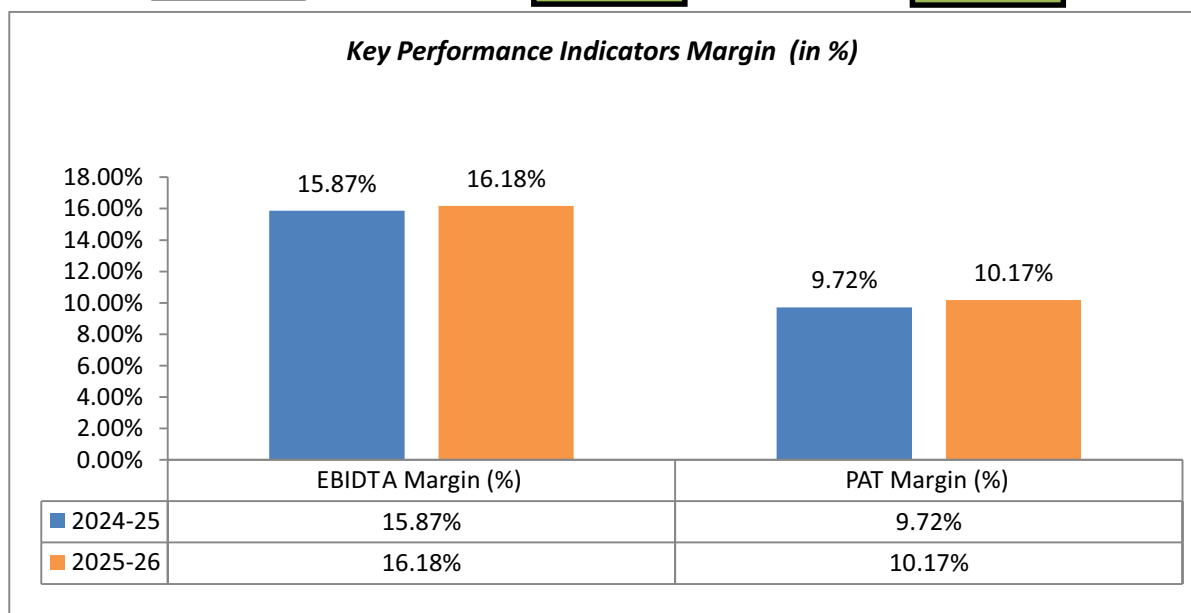
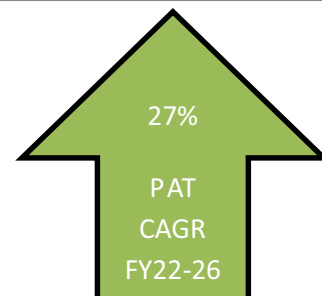
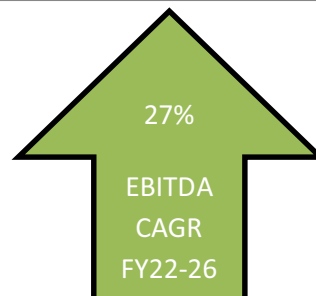
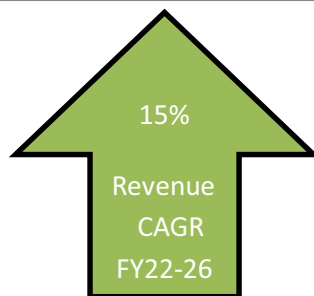
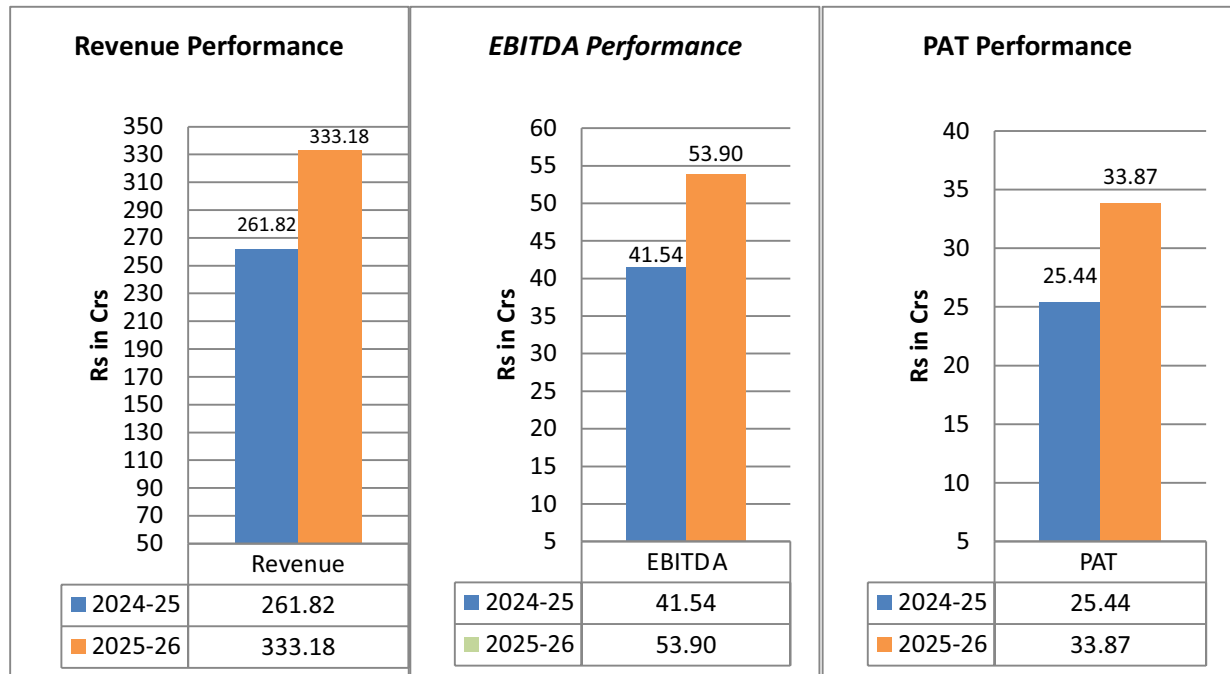
- Our mission at Macpower CNC is to provide exceptional CNC machines that enable our customers to unleash their full potential in precision manufacturing.

OUR Core Principles

- Always serve with honesty, integrity and transparency
- Always, first understand business needs and objectives
- Always think innovatively, deliver effectively!
- Always maintain client confidentiality, at all levels
- Always be accessible and responsive
- Always aim to bring better cost and operational efficiencies to our clients.
- Always meet the deadlines!
- To provide best solutions in the machine tool industry.
- Fostering a spirit of continuous learning and innovation.
- To offer world class products through continuous innovation.
- To reach new sectors of industry in particular and society at large by offering products which make changes in the present state of machine tools.
- To nurture best brains in the company to develop them into future leaders, to enhance the company's growth prospects to greater levels.
- To provide a quick and effective service base to enhance customer satisfaction index.

OPERATING PERFORMANCE HIGHLIGHTS :

Key Performance Indicators (in Crs)



GLIMPSES ABOUT THE COMPANY

Driven by Values

Values are the guiding principles that we use across our verticals to underpin decision-making, guide our conduct and define our culture. By working together with these values every day, we build a more successful and sustainable business.

Integrity

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

Unity

We will invest in our people and partners, enable continuous learning, and build caring and collaborative relationships based on trust and mutual respect.

Pioneering

We will be bold and agile, courageously take on challenges, using deep customer insights to develop innovative solutions.

Excellence

We will be passionate about achieving the highest standards of quality, always promoting meritocracy

Responsibility

We will integrate environmental and social principles in our businesses, ensuring that what comes from the people goes back to the people many times over.

Cultural Pillars

Smart Thinking

- Fact - Based Analysis
- Use logic and customer insights

Winning Attitude

- Take responsibility for customers
- Seize every opportunity

Innovative

- Look at things with fresh perspective
- Find alternative & better ways

Flexible

- Adapt to every change
- Be prepared to face surprises

Teamwork

- Act, think and work together
- Always in the Company's interest

GLIMPSES ABOUT THE COMPANY

The Value We Generated

OUR RESOURCES

Financial capital:	Manufactured capital:	Human capital:	Intellectual capital:	Social and relationship capital:
The financial resources that we seek are based on funds we mobilize from investors, promoters, banks and financial institutions, net worth or accruals.	Our manufacturing assets, technologies and equipment for production constitute our manufactured capital. The logistics for the transfer of raw materials and finished products are integral to our manufacturing competence.	Our management, employees and contract workers form a part of our workforce, the experience and competence enhancing value.	Our focus on cost optimization and operational excellence, as well as our repository of proprietary knowledge account for our intellectual resources.	Our relationships with communities and partners (vendors, suppliers and customers) influence our role as a responsible corporate citizen.

VALUE CREATED

Financial capital:	Manufactured capital:	Human capital:	Intellectual capital:	Social and relationship capital:
Rs. 333.52 crores Total Revenue ----- Rs. 33.86 Earnings per share ----- 26.24% RoCE 19.36% RoC	2500 No of Machines production capacity per annum	995+ Number of direct and indirect employees ----- Total Rs. 36.72 crores remuneration provided to employees.	More than 30 years Cumulative senior management experience ----- High Status of company in India's organized Machine tools sector	Number of vendors, suppliers, customers, Employees, Investors, Government and communities relationship with commitment, passion and integrity

VALUE SHARED WITH

Investors:	Suppliers:	Employees:	Customers:	Government and regulations:
The Company enriched investors through dividends (final Rs.1.50 for FY25-26) and capital appreciation.	The Company sourced Rs. 241.57 crores of material from suppliers.	The Company provided remuneration worth Rs. 36.72 crores and a stable employment.	The Company provided widest range of different product categories, generating Rs. 333.18 crores in revenues from customers.	The Company paid Rs. 10.72 crores in the form of income tax to the government; the employment catalyzed the local community through downstream economic benefits.

VALUE - ENABLERS



GLIMPSES ABOUT THE COMPANY

Environment and Communities

We have two hands, one for helping ourselves and other for helping others.

As a responsible and dedicated corporate citizen, we are committed towards a balance of economic, environmental and social imperatives. We undertake programs that support society's sustainable development on a regular basis. We emphasize on protecting the interests of the society and environment at large.

During 2025-26, we spent a total of Rs. 57.10 Lakhs towards CSR activities i.e Spent Rs. 57.10 lakhs towards Promoting Education.

We also continuously focus on environment conservation and encourage using renewable energy and installation of energy-efficient equipment.

Existing 750 KW Installed roof top solar plants at factory will help in 90% power savings during day time.

Steps undertaken towards energy conservation are as follows:

SOLAR PLANT WITH CAPACITY OF 750KW

ESG EDGE

Sustainability & Energy Conservation Initiatives

- Installed 200 KW rooftop solar plant in FY21.
- Installed another 550 KW rooftop solar power plant totalling 750 KW
- Total 750 KW capacity to enable ~90% daytime power savings, reducing grid dependency.
- Significant reduction in carbon footprint and support in mitigating greenhouse gas emissions.
- Step towards self-reliance in captive power consumption and clean energy adoption.

SOLAR PLANT WITH CAPACITY OF 750KW

Rooftop Solar Journey

FY21
200KW Solar Plant was installed.

FY25
Installed another 550 KW rooftop solar power plant totalling 750 KW.

INVESTMENT RATIONALE:

- Dedicated to sustainable development by aligning economic, environmental, and social responsibilities
- Continuous investment in energy-efficient equipment and renewable energy adoption.
- Total Capital Investment in Energy Conservation Equipment – INR 63.39 Lakhs in FY21 and INR 129 Lakhs in FY25

Total Amount saved till FY26
~INR 182 Lakhs

Power Consumption					
Particulars	2021-22	2022-23	2023-24	2024-25	2025-26
a) Electricity					
Purchased (KWH)(Units)	8,95,140	10,32,273	10,71,474	12,54,990	8,80,018
Total Amount (INR)	66,98,344	91,41,153	1,06,43,603	1,00,70,924	76,74,030
Average Unit Rate (INR)	7.48	8.86	9.93	8.02	8.72
b) Solar Energy					
Generated (Units) during the year	2,54,000	2,40,000	2,31,000	3,59,752	10,30,000
Amount saved due to Solar Energy (INR)	19,00,685	21,25,287	22,94,664	28,86,904	89,81,920

GLIMPSES ABOUT THE COMPANY

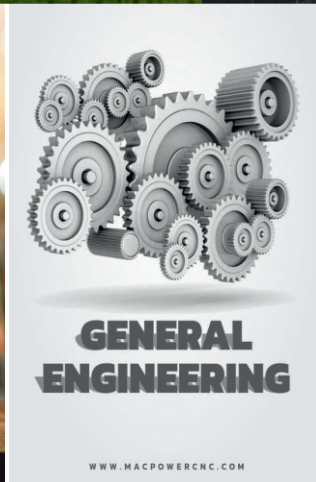
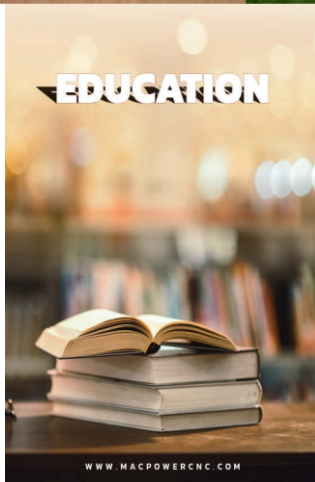
Nurturing our Human Capital to Drive Growth

We focus on the development of our employees' over-all competence, health and safety. We aim to be a reliable employer and an encouraging working entity where every individual has the opportunity to hone their skills and abilities.

At Macpower, we aim to create a work environment where our employees flourish. Employees play a critical role in successfully running our business, creating value and supporting us in meeting the expectations of our stakeholders. Our employees proactively contribute to create a sustainable future through and we are committed to their wellbeing and safety.

Industries Catered

We catered to various industrial segments like Automobile, Aerospace, Agriculture Equipments, Medical Instruments, Railways, Defence Equipments, Electrical Accessories, Pumps & Valves, Die & Mould and General Engineering amongst others etc.



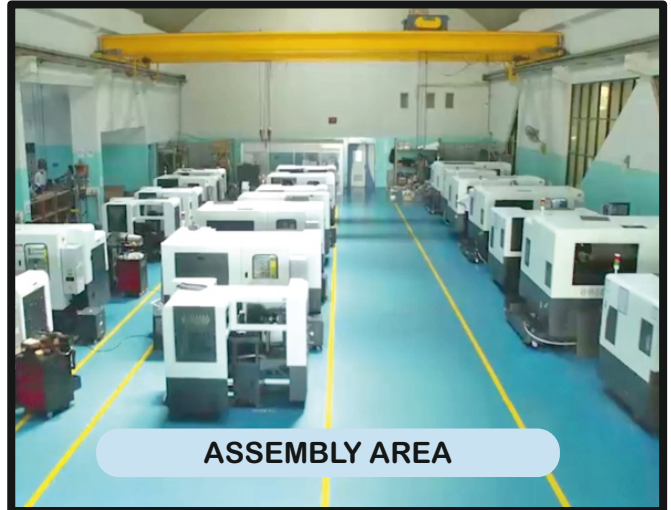
GLIMPSES ABOUT THE COMPANY

Infrastructure

Technologically Advance Machine Shop along with developing state of the art infrastructure facilities



MACHINE SHOP AREA



ASSEMBLY AREA



SHEET METAL AREA



SPINDLE ASSEMBLY AREA



POWDER COATING AREA



RESEARCH AND DEVELOPMENT

GLIMPSES ABOUT THE COMPANY

THE ROAD AHEAD (2026 – 2030)

Greenfield Plant

- 30-acre Plant with total capacity of 10000 machines
- Phase-1 = 2,000 machines; INR100 cr capex
- Total capacity → 5,000 in year 1 and 10,000 within 5 yrs
- 3-4x revenue potential; operating-leverage to >18 % EBITDA

Defence & Aerospace

- 50 % of new plant reserved for defence work
- Higher ASP Machines
- Long-cycle visibility

Advanced controls & robotics

- Macatrol®, Gantry / Automation kits
- IP-driven business offering higher margins and after-sales annuity revenue

ESG edge

- 90 % daytime solar power
- Lower energy cost, green premium
- Further margin tailwind

Global JV & Export push

- Co-branding + global distribution
- Diversified revenue, tech infusion

Future Direction (2026–2030)

- Increase revenue share from Defence & Aerospace sector
- Increase share of modern high end machines (including 5-axis)
- Setup New fully backward integrated facilities with initial capacity to go up to 5000 machines pa
- Evaluate Tech / Co-branding / Co-manufacturing domestic and global partnerships with Global reputed players

Product journey reflects a consistent, R&D-led upshift that has:

- Multiplied its revenue potential per machine
- Moved it from a price-taker to a value-driven provider
- Deepened barriers to entry via control systems and automation
- Created annuity-like service opportunities
- This evolution future-proofs the company and allows investors to benefit from premiumization, margin expansion, and long-term client relationships.

Strategic Expansion Update

Building Capacity for the Next Phase of Growth



Strategic Highlights



Long-Term Manufacturing Expansion

- 13 acres of industrial land secured on a 30-year lease.
- Approximately **9 acres available for development**, with the balance earmarked as a mandatory green zone.



Capacity Enhancement & Backward Integration

- Expansion will help eliminate existing production bottlenecks.
- Additional manufacturing capacity for critical components through backward integration.



World-Class Manufacturing Infrastructure

- State-of-the-art assembly facility with a 150,000–200,000 sq. ft. centrally air-conditioned shop floor.
- Optimized for higher efficiency, productivity, quality, and an improved work environment.
- Captive solar power to lower energy costs, support sustainability, and strengthen operational resilience.

Planned Capital Investment

- Estimated investment: ~₹50 crore in infrastructure, plant & machinery.
- Funding: Balanced mix of internal accruals and debt, reflecting disciplined capital allocation.



Government Policy Benefits

- Eligible for incentives under the Viksit Gujarat Industrial Policy 2026, including:
 - Up to 25% capital subsidy on eligible plant, machinery, and building investments.
 - 7% interest subsidy, subject to policy terms and approvals.



Execution Timeline

- Targeted completion within **12 months**



Strategic Significance

This expansion represents an important milestone in Macpower's long-term growth journey.

The additional manufacturing infrastructure is expected to strengthen production capabilities, improve economies of scale, enhance vertical integration, and support sustained business growth while maintaining a strong focus on operational excellence.

The proposed investment also demonstrates management's confidence in the Company's future demand outlook and commitment to creating long-term value for shareholders through disciplined capacity expansion and continuous manufacturing innovation.

GLIMPSES ABOUT THE COMPANY

PRODUCT EVOLUTION....PRE 2018 to 2026

Impact on Business & Investor Value

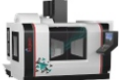
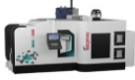
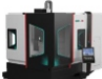
Transformation Area	Strategic Business Advantage	Value Creation for Investors
Transition to High-End Machines (VMCs, HMCs, 5-Axis, Turn-Mill)	Significant increase in Average Selling Price (ASP) and complexity per unit; strengthens brand positioning in capital-intensive sectors	Revenue per machine improved to ~INR 20 lacs per machine; delivers operating leverage and sustainable margin expansion
Entry into Regulated & High-Moat Sectors (Defence, Aerospace, Railways)	Captures opportunities in segments with long order cycles, high technical qualification barriers, and fewer competitors	Enhances business visibility, reduces demand cyclicality, and creates annuity-like revenue from institutional contracts
Vertical Integration & Indigenous Capability Development	In-house manufacturing of critical components (sheet metal, control panels, spindles) and Macatrol® CNC controller; less reliance on imports	Strengthens cost competitiveness, improves supply chain control, and shields margins from external volatility
Export Market Enablement (CE Compliance, Global Partnerships)	Products tailored to global standards with export viability; scope for JV-based distribution in Europe and Africa	Unlocks new geographies, diversifies revenue mix, and aligns with "China+1" sourcing strategy adopted globally
Institutional Tender Readiness (e.g., Defence Bids INR 304 Cr, Total Bids ~INR 1,043 Cr)	Technical pre-qualification unlocks access to large-volume, multi-year public sector and defence contracts	Positions company as a strategic supplier; wins have long gestation and foster repeat business
Platform-Led R&D Capability (37 new models launched in FY25 alone)	Accelerated innovation cycle supported by internal design & prototyping capabilities; supports entry into niche segments	Demonstrates adaptability to evolving customer needs; drives higher realisations and client retention

Transformation from a basic machine tool maker to a technology-led capital goods platform has created lasting strategic advantages—enabling margin expansion, entry into High-value sectors, and recurring revenue opportunities. These strengths underpin sustainable growth, superior capital efficiency, and a globally scalable business model.

MACHINES AT GLANCE

We have widest range of **10** different product categories namely Turning Center, Twin Spindle Turning Center, VMC, Twin Spindle VMC, Turn Mill Center, HMC, VTL, DCM, DTC, 5 Axis with **383+** different models:

KEY PRODUCTS AT A GLANCE

Turning Centre	Vertical Machining Centre	Horizontal Machining Centre	Twin Spindle – Turning	Vertical Turret Lathe	Drill Tap Centre
					
End User Segments: Automobile, Agriculture, Railway, Marine, Construction equipment, General Engineering	Die & Mold, Automobile, Agriculture, Pump & Valves, Aerospace, Defence, General Engineering.	Automobile, Agriculture, Pump & Valves, Aerospace, Defence, General Engineering.	Automobile, Agriculture, Brass Industry, Hardware Industry, Bearing Industry, Pump & Valves, General Engineering	Automobile, Defence, Aerospace, Pump & Valves, General Engineering	Mobile, Die & Mold, Automobile, Agriculture, Pump & Valves, Aerospace, Defence, General Engineering
Double Column Machine	5 Axis Machine	Pro 200 Gantry	VX 300 Super with Automation	Turn O-Mill	
					
End User Segments: Machine Tool, Die & Mold, Automobile, Agriculture, Pump & Valves, Aerospace, Defence, General Engineering	Aerospace, defence, medical, automotive, molds and dies, and applications requiring high geometric accuracy	Automobile, Agriculture, Rolling Mill, Brass Industry, Hardware Industry, Bering Industry, Automotive, Railway, Marine, Construction equipment, General Engineering.		Aerospace, Defence, Automotive, Medical Instrument, General Engineering	

MACHINES AT GLANCE

AUTOMATION

Automation is mostly applicable and more adoptable where Human inputs needs to be minimize.



TURNING CENTER

Bearing, Valve, Pump Industry, Tool Room, Automobile, Process Plant Components, Agriculture, Textile, Piping Industry

VERTICAL MACHINING CENTRE

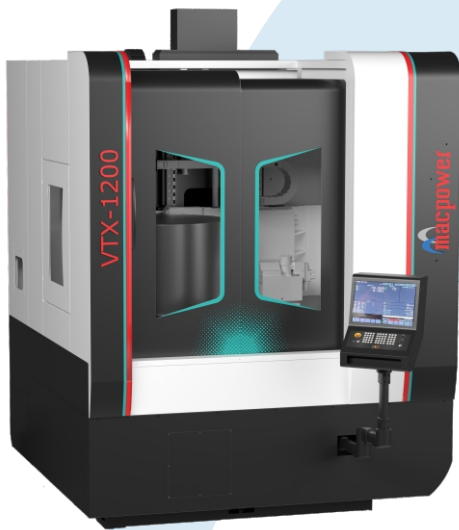
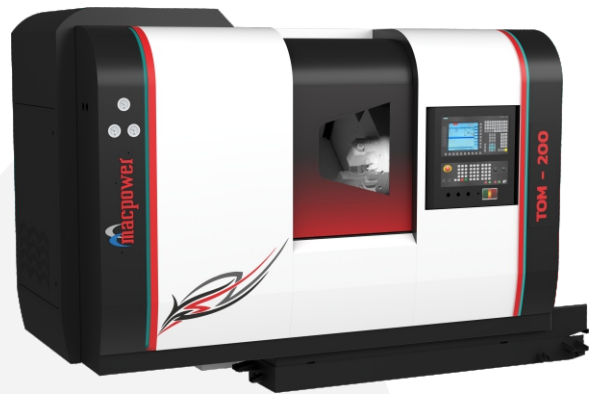
Tool Room, Die And Mould, Automobile, Pattern, Defence, Power, Railways



MACHINES AT GLANCE

TURN MILL CENTRE

Special Purpose Components, Aeronautics, Defence, Agriculture, Medical



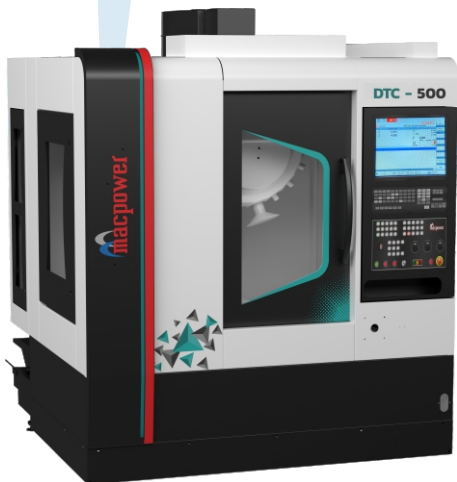
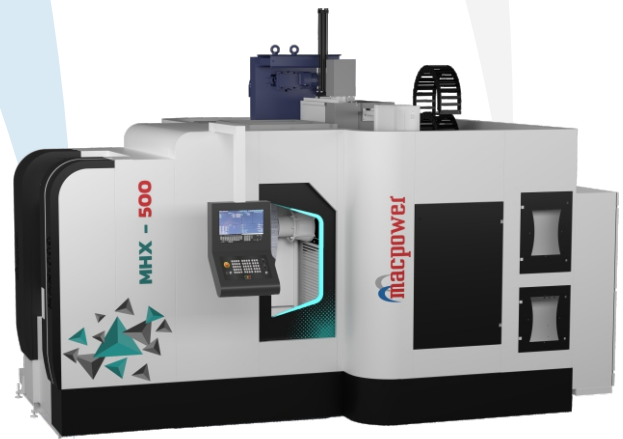
VERTICAL TURRET LATHE

Valve Body, Motor Body, Engine Liner, Railways



HORIZONTAL MACHINING CENTRE

Automobile, Die And Mould, Defence, Aeronautics, Textile, Medical, Railways



DRILL TAP CENTRE

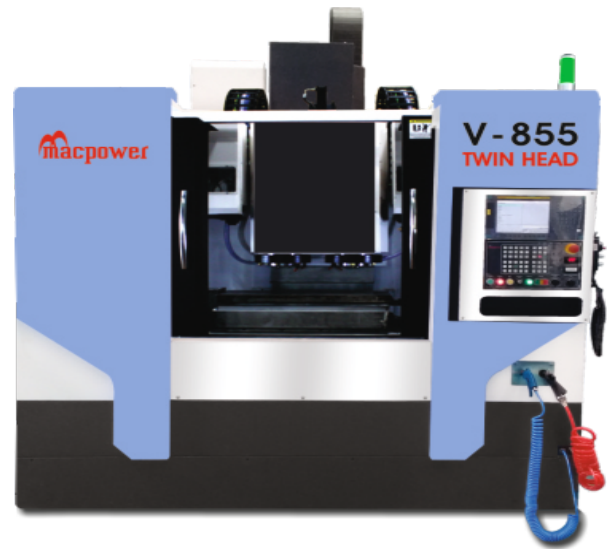
Electronics, Automobile, Textile



MACHINES AT GLANCE

TWIN HEAD VMC

Automobile & Textile

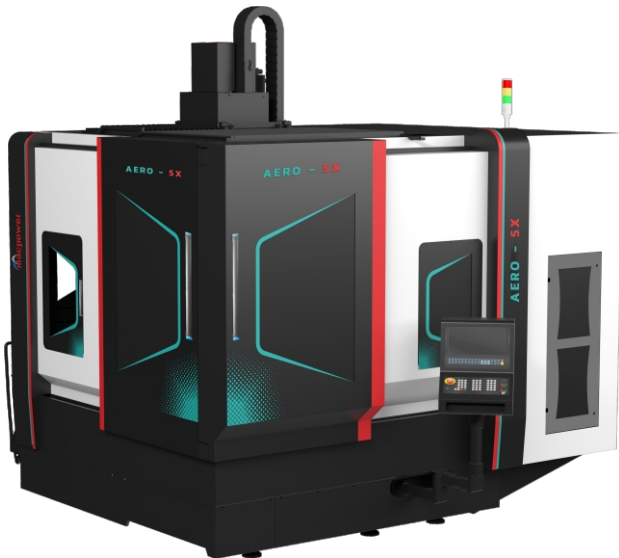


5 AXIS

5-axis machine allows tools to move simultaneously around 5-axes of an object.

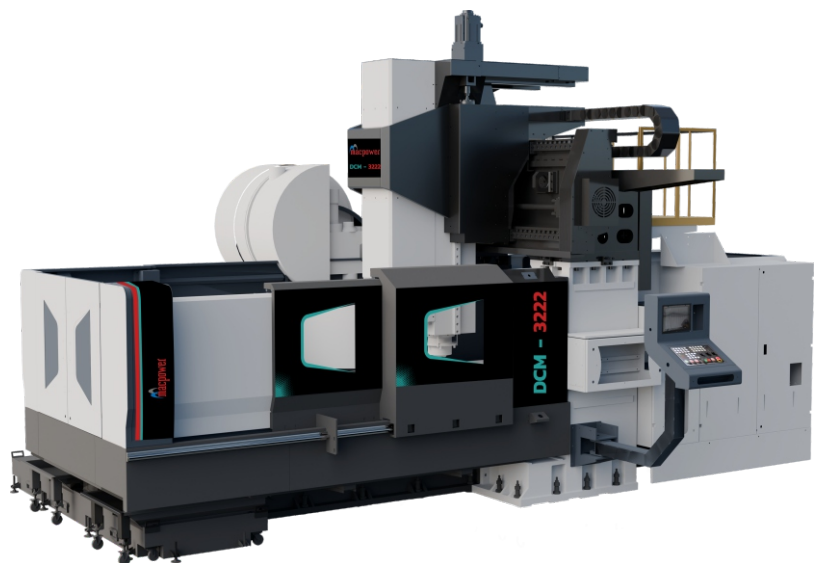
Zero backlash system

Applications aerospace, defence, medical, automotive, molds and dies, and applications requiring high geometric accuracy



DCM SERIES

In today's competitive market, you need robust Double column machine with uncompromised performance and specifications to produce world class products quickly accurately and with minimum nonproductive time



EXHIBITION HIGHLIGHT

EMO HANNOVER - 2025 GERMANY



TECH FEST 2026 JAMNAGAR



EXHIBITION HIGHLIGHT

MACHAUTO EXPO - 2026

LUDHIANA



INDUS TECH MACHINE EXPO - 2026

KOLKATA



EXHIBITION HIGHLIGHT

INTEC EXHIBITION EXHIBITION - 2026 COIMBATORE



AMTEX MACHINE TOOL EXHIBITION - 2026 DELHI



AWARDS AND RECOGNITION



FIE FOUNDATION AWARD AT
IMTEX 2013, BANGALORE FOR
DESIGNING EXCELLENCE FOR
MODEL TURN 'O' MILL 200



FIE FOUNDATION AWARD
AT IMTEX 2017 FOR
TWIN SPINDLE VMC V855 .
TWIN HEAD



FIE FOUNDATION AWARD AT
IMTEX 2015 FOR
MULTI TASKING MACHINE
TURN O' MILL Y S

MESSAGE FROM THE CHAIRMAN



Dear Shareholders,

I hope this message finds you and your families well. It is with great pride that I present the 23rd Annual Report of Macpower CNC Machines Limited for the financial year 2025-26. Despite numerous challenges, our company has sustained its growth momentum, delivering on our commitments through strong collaboration with stakeholders.

Financial Performance

Macpower achieved record operating revenue of ₹333.18 crore in FY 2025-26, an 27.26% increase from ₹261.82 crore in the previous year. EBITDA grew by 29.74% to ₹53.90 crore from ₹41.54 crore, while net profit rose by 33.13% to ₹33.87 crore, compared to ₹25.44 crore last year. Earnings per share stood at ₹33.86, up from ₹25.43. Reflecting our commitment to shareholder value, the Board has recommended a final dividend of ₹1.50 per share (15% of the face value of ₹10), representing a dividend payout ratio of approximately 4.43% for FY 2025-26.

Strategic Initiatives

Our robust order book of ₹406 crore as of 31 March 2026, equivalent to 1.2 times FY26 revenue, underpins our optimism for FY 2026 and beyond. We continue to invest in innovation, particularly in automation and robotics, with new gantry models and robotic-enabled machines designed for precision and scalability.

MESSAGE FROM THE CHAIRMAN

To support future growth, we have enhanced our manufacturing capacity from 2,000 to 2,500 machines per annum in FY26. Our debt-free status and strong liquidity position reinforce our financial stability. Additionally, we expanded our distribution network across 39 cities by onboarding new distributors, strengthening our market presence.

Infrastructure Expansion for Future Growth

To support our long-term growth plans and increasing order inflows, we recently secured 13 acres of industrial land on a 30-year registered lease adjacent to our existing manufacturing facility. This strategic expansion was recently disclosed to the stock exchanges. The proposed expansion will:

- Enhance manufacturing capacity and execution capabilities.
- Eliminate production bottlenecks through backward integration.
- Establish a state-of-the-art, centrally air-conditioned assembly facility of approximately 1.5–2.0 lakh sq. ft.
- Incorporate captive solar power, supporting sustainable manufacturing and long-term cost optimization.
- Eligible for incentives under the Viksit Gujarat Industrial Policy 2026, including: up to 25% capital subsidy on eligible plant, machinery, and building investments and 7% interest subsidy, subject to policy terms and approvals.

The project involves an estimated investment of ₹50 crore, to be funded through a prudent mix of internal accruals and debt, reflecting our disciplined capital allocation strategy. We expect the facility to become operational within short time as per time line.

Our focus on this strategic expansion, expanded distribution, and strengthened technical and sales teams positions us to achieve a ₹500 crore turnover. Cost optimization, efficient resource management, and new product development remain central to our growth strategy.

Sustainability and Innovation

Macpower remains committed to environmental sustainability. Our 750 kW rooftop solar power plants meet approximately 90% of our daytime energy needs, significantly reducing our carbon footprint. We are also exploring partnerships with leading global technology companies for co-manufacturing, technology transfers, and co-marketing to enhance our CNC machine offerings. Participation in the EMO Exhibition in Germany will further boost our export potential and facilitate global collaborations for technology and distribution.

Future Outlook

As part of our strategic roadmap, we are advancing a ₹200–300 crore investment plan across two phases, including a new facility for foundry, defence, and aeronautical production lines. With ~90% of local approvals for land acquisition completed, we expect final allocation soon. This facility will also serve as a hub for future joint ventures, with ongoing discussions for technology sharing and international distribution.

MESSAGE FROM THE CHAIRMAN

Commitment to Stakeholders

Macpower's financial strength, reflected in our net cash surplus and debt-free status, underscores our commitment to sustainable growth. We continue to prioritize workforce safety, environmental stewardship, and stakeholder value, ensuring a strong foundation for long-term success.

Closing Remarks

I extend my heartfelt gratitude to our employees, partners, and shareholders for their unwavering support. Together, we will continue to execute our strategic priorities and drive industry-leading growth.

Thank you and Jai Hind!

Rupesh Mehta
Chairman & Managing Director
DIN: 01474523

23rd AGM NOTICE

NOTICE

NOTICE IS HEREBY GIVEN THAT THE **TWENTY THIRD [23RD] ANNUAL GENERAL MEETING** OF MACPOWER CNC MACHINES LIMITED WILL BE HELD ON **WEDNESDAY, SEPTEMBER 23, 2026 AT 02:00 P.M. IST** AT THE REGISTERED OFFICE OF THE COMPANY SITUATED AT PLOT NO.2234, NR. KRANTI GATE, GIDC METODA, TAL LODHIKA RAJKOT-360021, GUJARAT TO TRANSACT THE FOLLOWING BUSINESSES

ORDINARY BUSINESS:

1.To receive, consider and adopt the Audited Standalone Financial Statements of the Company for the financial year ended on March 31, 2026, together with the Report of the Board of Directors and Auditor's thereon, to consider and if thought fit, to pass, with or without modification(s), the following resolution as an **Ordinary Resolution:**

“RESOLVED THAT the audited financial statement of the Company for the financial year ended on March 31, 2026 and the report of the Board of Directors and Auditors thereon, as circulated to the members, be and are hereby considered and adopted.”

2. To declare final dividend for the financial year ended March 31, 2026, to consider and if thought fit, to pass, with or without modification(s), the following resolution as an **Ordinary Resolution:**

“RESOLVED THAT in terms of the recommendation of the Board of Directors of the Company, the approval of the Members of the Company be and is hereby granted for declaration and payment of final dividend @15% i.e. Rs.1.50/- (Rupee One & Fifty Paise only) each per equity share on 1,00,04,160 Equity Shares, aggregating to Rs.1,50,06,240/- (Rupees One Crore Fifty Lacs Six Thousand Two Hundred and Forty only) for the financial year ended March 31, 2026 and the said dividend be paid out of the profits of the Company to those Members whose names appear in the Company's Register of Members as on Record Date **16th September, 2026 .”**

3. To appoint a Director in place of Mrs. Riyaben Rupeshbhai Mehta [DIN: 01603726] who retires by rotation and, being eligible, offers herself for reappointment, to consider and if thought fit, to pass, with or without modification(s), the following resolution as an **Ordinary Resolution:**

“RESOLVED THAT in accordance with the provisions of Section 152 and other applicable provisions of the Companies Act, 2013 and as per Articles of Association of the Company, Mrs. Riyaben Rupeshbhai Mehta [DIN: 01603726], who retires by rotation at this meeting be and is hereby appointed as a Director of the Company whose period of office shall be liable to determination by retirement of Directors by rotation.”

23rd AGM NOTICE

SPECIAL BUSINESS:

- 4. To ratify Remuneration of Cost Auditor for Financial Year 2026-27**, to consider and if thought fit, to pass with or without modification(s), the following resolution as on **Ordinary Resolution**:

“**RESOLVED THAT** pursuant to the provisions of Section-148 and all other applicable provisions, if any, of the Companies Act, 2013 and the Companies [Audit and Auditors] Rules, 2014 [including any statutory modification(s) or reenactment thereof, for the time being in force], the remuneration of Rs. 40,000 [Rupees Forty Thousand only] plus GST, to be paid to M/s. S A & Associates [Firm Registration no. 000347], Cost Auditor of the Company, for the financial year 2026-27, as approved by the Board of Directors of the Company, be and is hereby ratified.”

Place: Metoda, Rajkot

Date: 29th July, 2026

For and on behalf of the Board of
MACPOWER CNC MACHINES LIMITED

[Rupesh J. Mehta]
Chairman & Managing Director
DIN: 01474523

23rd AGM NOTICE

Notes

1. The notice of AGM along with Annual Report for 2025-26 is being sent to all the members whose name appears in the Register of Members/ list of beneficiaries received from the depositories on the end of **14th August, 2026**. In Furtherance, as per the MCA and SEBI Circulars, the Notice of Annual General Meeting with annual report of the year 2025-26 required to send only through electronic mode/ a letter providing a web-link of the same to those members whose name appears in the Register of Members/ list of beneficiaries as on **14th August, 2026**. Members may note that the Notice and Annual Report of the year 2025-26 will also be available on the website of the Company at <https://macpowercnc.com/annual-report/> and on the website of stock exchange on which the securities of the company are listed i.e. www.nseindia.com.

Shareholders who have not registered their e-mail address and in consequence the Annual Report, Notice of AGM and e-voting notice could not be serviced, may also temporarily provide their email address and mobile number to the Company's Registrar and Share Transfer Agent, MUFG Intime India Private Limited at ahmedabad@in.mpms.mufig.com for sending the same or can email to Company cs@macpowercnc.com. In case of any Queries relating to availing soft copy can contact company at aforesaid mentioned E-mail id.

2. The relative Explanatory Statement for Item No. 4 pursuant to Section – 102 of the Companies Act, 2013 ["Act"] setting out material facts concerning the business is annexed hereto. The relevant details, pursuant to the Securities and Exchange Board of India [Listing Obligations and Disclosure Requirements] Regulations, 2015 ["SEBI Listing Regulations"] and Secretarial Standard on General Meetings issued by the Institute of Company Secretaries of India [ICSI], in respect to re-appointment of Director at this Annual General Meeting ["AGM"] is also annexed as **Annexure-A**.
3. **A member entitled to attend and vote at the AGM is entitled to appoint a proxy to attend and vote on his/her behalf and the proxy need not be a member of the Company.**

A person can act as proxy on behalf of members not exceeding Fifty [50] and holding in the aggregate not more than 10% of total share capital of the Company carrying voting rights. In case a proxy is proposed to be appointed by a member holding more than 10% of the total share capital of the Company carrying voting rights, then such proxy shall not act as a proxy for any other person or shareholder.

The instrument appointing the proxy, in order to be effective, must be deposited at the Company's Registered Office, duly completed and signed, not less than FORTY-EIGHT HOURS [48 hours] before the commencement of the AGM. Proxies submitted on behalf of limited companies, societies, etc., must be supported by appropriate resolutions/authority, as applicable.

23rd AGM NOTICE

4. Institutional/Corporate Shareholders (“Body Corporates”) intending to send their authorised representative to attend the AGM are requested to send a certified copy of its Board or governing body Resolution/Authorisation etc. to the Scrutiniser by e-mail through its registered e-mail address at rachhkalpesh@gmail.com with a copy marked at cs@macpowercnc.com, authorizing them to attend and vote on their behalf at the AGM.
5. Members, Proxies and Authorized Representatives are requested to bring the duly completed Attendance Slip enclosed herewith to attend the AGM and to ensure correct identity of each member and proxy holders attending meeting is expected to bring with him/her an appropriate ID document like Aadhar Card, Driving License, Passport, Voter ID card, etc. Members are requested to bring their copies of Annual Report at the meeting.
6. To support the ‘Green Initiative’, members who have not yet registered their email address are requested to register the same with their Depository Participants [“DPs”] or RTAs.
7. Members are requested to intimate changes, if any, pertaining to their name, postal address, email address, telephone/mobile numbers, Permanent Account Number (PAN), mandates, nominations, power of attorney, bank details such as, name of the bank and branch details, bank account number, MICR code, IFSC code, etc.:
 - I. with their Depository Participant(s) with whom they maintain their demat accounts if shares are held in dematerialised mode by submitting the requisite documents, and
 - II. with the Company / MUFG Intime India Private Limited or by emailing at cs@macpowercnc.com or ahmedabad@in.mpms.mufg.com, if shares are held in physical mode, by submitting (i) scanned copy of the signed request letter which shall contain shareholder’s name, folio number, bank details (Bank account number, Bank and Branch Name and address, IFSC, MICR details), (ii) self-attested copy of the PAN card and (iii) cancelled cheque leaf.

OR

Members are requested to visit on the website of the Company’s Registrar and Share Transfer Agent i.e. MUFG Intime India Private Limited (MUFG INTIME) at https://web.in.mpms.mufg.com/helpdesk/Service_Request.html and upload the documents required therein.

Members may please note that SEBI has made PAN as the sole identification number for all participants transacting in the securities market, irrespective of the amount of such transactions. Members may please note that SEBI has also made it mandatory for submission of PAN in the following cases:

- a. Deletion of name of the deceased shareholder(s);
- b. Transmission of shares to the legal heir(s); and
- c. Transposition of shares.

23rd AGM NOTICE

8. In case of joint holders attending the AGM, the Member whose name appears as the first holder in the order of names as per the Register of Members of the Company will be entitled to vote.
9. Members seeking any information with regard to the accounts are requested to write to the Company at an early date i.e. at least 10 days before the annual general meeting through mail at cs@macpowercnc.com, so as to enable the Management to keep the information ready at the AGM.
10. Members are requested to note that, dividends if not encashed for a consecutive period of 7 years from the date of transfer to Unpaid Dividend Account of the Company, are liable to be transferred to the Investor Education and Protection Fund ("IEPF"). The shares in respect of such unclaimed dividends are also liable to be transferred to the demat account of the IEPF Authority. In view of this, Members/Claimants are requested to claim their dividends from the Company, within the stipulated timeline. The details of unpaid and unclaimed dividends are available on the Company's website at <https://macpowercnc.com/unpaid-or-unclaimed-dividend-details/>. Details of unpaid and unclaimed dividends up to September 17, 2025 are also uploaded on the website of the IEPF Authority and can be accessed through the link: www.iepf.gov.in. Due dates for transfer to IEPF, of the unclaimed/unpaid dividends for the financial year 2020-21 and thereafter, are given in Board's Report.
11. Members may pursuant to section 72 of the Companies Act, 2013 read with Rule 19 of the companies (Share Capital and Debentures) Rules, 2014 file nomination in prescribed form SH- 13 with the respective depository participant
12. Non-Resident Members: Non Resident Indian Members are requested to inform Registrar and Transfer Agents, immediately of:
 - a. Change in their residential status on return to India for permanent settlement.
 - b. Particulars of their bank account maintained in India with complete name, branch, account type, account number, IFSC Code, MICR No. and address of the bank, if not furnished earlier.
13. The route map showing directions to reach the venue of the 23rd AGM is annexed.
14. Subject to approval of the Members at the AGM, The Dividend, if declared, will be paid within 30 days to those Equity Shareholders whose names stand on the Register of Members as at the close of business hours on record date **16th September, 2026** and in respect of shares held in the electronic form, the dividend will be payable to the beneficial owners as at the close of business hours on record date **16th September, 2026** as per details furnished by the Depositories for this purpose. Payment of dividend shall be made through electronic mode to the Shareholders who have updated their bank account details. Dividend warrants / demand drafts will be dispatched to the registered address of the shareholders who have not updated their bank account details,

23rd AGM NOTICE

Members are requested to register / update their complete bank details as per note no 7.

15. TAX DEDUCTIBLE AT SOURCE/ WITHHOLDING TAX:

Pursuant to the requirement of Income Tax, 2025, the Company will be required to withhold taxes at the prescribed rates on the dividend paid to its shareholders. The withholding tax rate would vary depending on the residential status of the shareholder and documents submitted by shareholder with the Company/ MUFG Intime/ Depository Participant.

Notes:

- (i) The Company will issue soft copy of the TDS certificate to its shareholders through email registered with the Company / MUFG INTIME post payment of the dividend, if requested. Shareholders will be able to download Form 168 from the Income Tax Department's website <https://www.incometax.gov.in/iec/foportal/>
 - (ii) The aforesaid documents such as Form 121/Form 41, FPI Registration Certificate, Tax Residency Certificate, Lower Tax certificate etc. can be uploaded on the link <https://web.in.mpms.mufg.com/formsreg/submission-of-Form-121-41.html> on or before **16th September, 2026** to enable the Company to determine the appropriate TDS/withholding tax rate applicable. Any communication on the tax determination/ deduction received after aforesaid date shall not be considered.
 - (iii) Application of TDS rate is subject to necessary verification by the Company of the shareholder details as available in Register of Members as on the Record Date, and other documents available with the Company / MUFG Intime.
 - (iv) In case TDS is deducted at a higher rate, an option is still available with the shareholder to file the return of income and claim an appropriate refund.
 - (v) In the event of any income tax demand (including interest, penalty, etc.) arising from any misrepresentation, inaccuracy or omission of information provided by the Member/s, such Member/s will be responsible to indemnify the Company and also, provide the Company with all information / documents and co-operation in any appellate proceedings. This Communication is not exhaustive and does not purport to be a complete analysis or listing of all potential tax consequences in the matter of dividend payment. Shareholders should consult their tax advisors for requisite action to be taken by them.
16. To prevent fraudulent transactions, Members are advised to exercise due diligence and notify the Company of any change in address or demise of any Member as soon as possible. Members are also advised to not leave their demat account(s) dormant for long. Periodic statement of holdings should be obtained from the concerned Depository Participant ('DP') and holdings should be verified from time to time.

23rd AGM NOTICE

17. PROCESS AND MANNER FOR MEMBERS OPTING FOR VOTING THROUGH ELECTRONIC MEANS

- i. In compliance with the provisions of Section 108 of the Companies Act, 2013 and Rule 20 of the Companies (Management and Administration) Rules, 2014, the Company is pleased to provide members facility to exercise their right to vote at the 23rd Annual General Meeting (AGM) through electronic voting system of MUFG Intime India Private Limited through their Insta vote platform:
- ii. Members whose names are recorded in the Register of Members or in the Register of Beneficial Owners maintained by the Depositories as on the Cut-off date i.e. **Wednesday, September 16, 2026** shall be entitled to avail the facility of remote e-voting. Any recipient of the Notice, who has no voting rights as on the Cut-off date, shall treat this Notice as intimation only.
- iii. A person who has acquired the shares and has become a member of the Company after the dispatch of the Notice of the AGM and prior to the Cut-off date i.e. **Wednesday, September 16, 2026** shall be entitled to exercise his/her vote through remote e-voting following the procedure mentioned in this part.
- Iv. The remote e-voting will commence on **9:00 A.M. on Sunday, 20th September, 2026** and will end on **5:00 P.M. on Tuesday, 22nd September, 2026**. During this period, the members of the Company holding shares as on the Cut-off date i.e. **Wednesday, September 16, 2026** may cast their vote electronically. The members will not be able to cast their vote electronically beyond the date and time mentioned above and the remote e-voting module shall be disabled for voting by MUFG Intime India Private Limited thereafter.
- v. Once the vote on a resolution is cast by the member, he/she shall not be allowed to change it subsequently or cast the vote again.
- vi. The voting rights of the members shall be in proportion to their share in the paid up equity share capital of the Company as on the Cut-off date i.e., **Wednesday, September 16, 2026**
- Vii. The Board of Directors has appointed Mr. Kalpesh P. Rachchh [Membership no. FCS 5156] proprietor of K. P. Rachchh & Co., Practicing Company Secretaries as a Scrutinizer to scrutinize the voting at the AGM and remote e-voting process in a fair and transparent manner.

The Scrutinizer shall, immediately after the conclusion of voting at the general meeting, unblock the votes cast through remote e-voting in the presence of at least two witnesses not in the employment of the company and make and submit, within 2 working days of conclusion of the meeting, a consolidated scrutinizer's report (i.e. votes through E-voting and Votes cast at AGM through Ballot paper) of the total votes cast In favor or against, if any, to the Chairman or a person authorized by him in writing.

23rd AGM NOTICE

The facility for voting through ballot paper shall be made available at the AGM for the members who have not cast their vote by remote e-voting; The members who have casted their vote by remote e-voting prior to the AGM may also attend the AGM but shall not be entitled to cast their vote again. A member can vote either by remote e-voting or at the AGM. In case a member votes by both the modes then the votes cast at the AGM shall be considered invalid.

The result declared along with the Scrutinizer's Report shall be placed on the Company's website <https://macpowercnc.com/> and on the website of NSE at www.nseindia.com

18. REMOTE E-VOTING INSTRUCTIONS FOR SHAREHOLDERS:

In terms of SEBI circular no. SEBI/HO/CFD/PoD2/CIR/P/0155/ HO/49/14/14(7) 2025-CFD-POD2/I/3762/2026 dated January 30, 2026, 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 correctly in their demat accounts to access remote e -Voting facility.

Login method for Individual shareholders holding securities in demat mode:

Individual Shareholders holding securities in demat mode with NSDL

METHOD 1 - NSDL OTP based login

- Visit URL: <https://eservices.nsdl.com/SecureWeb/evoting/evotinglogin.jsp>
- Enter your 8 - character DP ID, 8 - digit Client Id, PAN, Verification code and generate OTP.
- Enter the OTP received on your registered email ID/ mobile number and click on login.
- Post successful authentication, you will be re-directed to NSDL depository website wherein you will be able to see e-Voting services under Value added services. Click on "Access to e-Voting" under e-Voting services.
- Click on "MUFG InTime" or "evoting link displayed alongside Company's Name" and you will be redirected to InstaVote website for casting the vote during the remote e-voting period.

METHOD 2 - NSDL IDeAS facility

Shareholders registered for IDeAS facility:

- Visit URL: <https://eservices.nsdl.com> and click on "Beneficial Owner" icon under "IDeAS Login Section".
- Enter IDeAS User ID, Password, Verification code & click on "Log-in".
- Post successful authentication, you will be able to see e-Voting services under Value added services section. Click on "Access to e-Voting" under e-Voting services.

23rd AGM NOTICE

- d) Click on “MUFG InTime” or “evoting link displayed alongside Company’s Name” and you will be redirected to InstaVote website for casting the vote during the remote e-voting period.

Shareholders not registered for IDeAS facility:

- a) To register, visit URL: <https://eservices.nsdl.com> and select “Register Online for IDeAS Portal” or click on <https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp>
- b) Enter 8-character DP ID, 8-digit Client ID, Mobile no, Verification code & click on “Submit”.
- c) Enter the last 4 digits of your bank account / generate ‘OTP’
- d) Post successful registration, user will be provided with Login ID and password.
- e) Follow steps given above in points (a-d).

Shareholders/ Members can also download NSDL Mobile App “NSDL Speede” facility by scanning the QR code mentioned below for seamless voting experience.

App Store

Google Play



METHOD 3 - NSDL e-voting website

- a) Visit URL: <https://www.evoting.nsdl.com>
- b) Click on the “Login” tab available under ‘Shareholder/Member’ section.
- c) Enter User ID (i.e., your 16-digit demat account no. held with NSDL), Password/OTP and a Verification Code as shown on the screen & click on “Login”.
- d) Post successful authentication, you will be re-directed to NSDL depository website wherein you will be able to see e-Voting services under Value added services. Click on “Access to e-Voting” under e-Voting services.
- e) Click on “MUFG InTime” or “evoting link displayed alongside Company’s Name” and you will be redirected to InstaVote website for casting the vote during the remote e-voting period.

Individual Shareholders holding securities in demat mode with CDSL

METHOD 1 - CDSL e-voting page

- a) Visit URL: <https://www.cdslindia.com>.
- b) Go to e-voting tab.
- c) Enter 16-digit Demat Account Number (BO ID) and PAN No. and click on “Submit”.
- d) System will authenticate the user by sending OTP on registered Mobile and Email as recorded in Demat Account
- e) Post successful authentication, user will be able to see e-voting option. The evoting option will have links of e-voting service providers i.e., MUFG InTime. Click on “MUFG InTime” or “evoting link displayed alongside Company’s Name” and you will be redirected to InstaVote website for casting the vote during the remote e-voting period.

METHOD 2 - CDSL Easi/ Easiest facility:

Shareholders registered for Easi/ Easiest facility:

- a) Visit URL: <https://web.cdslindia.com/myeasitoken/Home/Login> or Visit URL: www.cdslindia.com, click on “Login” and select “My Easi New (Token)”.
- b) Enter existing username, Password & click on “Login”.
- c) Post successful authentication, user will be able to see e-voting option. The evoting option will have links of e-voting service providers i.e., MUFG InTime. Click on “MUFG

23rd AGM NOTICE

InTime” or “evoting link displayed alongside Company’s Name” and you will be redirected to InstaVote website for casting the vote during the remote e-voting period.

Shareholders not registered for Easi/ Easiest facility:

- To register, visit URL:
<https://web.cdslindia.com/myeasitoken/Home/EasiRegistration/>
[https://web.cdslindia.com/myeasitoken/Home/EasiestRegistration.](https://web.cdslindia.com/myeasitoken/Home/EasiestRegistration/)
- Proceed with updating the required fields for registration.
- Post successful registration, user will be provided username and password on the registered email id. Follow steps given above in points (a-c).

Individual Shareholders holding securities in demat mode with Depository Participant

Individual shareholders can also login using the login credentials of your demat account through your depository participant registered with NSDL / CDSL for e-voting facility.

- Login to DP website
- After Successful login, user shall navigate through “e-voting” option.
- Click on e-voting option, user will be redirected to NSDL / CDSL Depository website after successful authentication, wherein user can see e-voting feature.
- Post successful authentication, click on “MUFG InTime” or “evoting link displayed alongside Company’s Name” and you will be redirected to InstaVote website for casting the vote during the remote e-voting period.

Login method for shareholders holding securities in physical mode / Non-Individual Shareholders holding securities in demat mode.

Shareholders holding shares in physical mode / Non-Individual Shareholders holding securities in demat mode as on the cut-off date for e-voting may register and vote on InstaVote as under:

STEP 1: LOGIN / SIGNUP on InstaVote

Shareholders registered for INSTAVOTE facility:

- Visit URL: <https://instavote.linkintime.co.in> & click on “Login” under ‘SHARE HOLDER’ tab.
- Enter details as under:
 - User ID: Enter User ID
 - Password: Enter existing Password
 - Enter Image Verification (CAPTCHA) Code
 - Click “Submit”.

InstaVote USER ID	NSDL	User ID is 8 Character DP ID followed by 8 Digit Client ID (e.g.IN123456) and 8 digit Client ID (eg.12345678).
	CDSL	User ID is 16 Digit Beneficiary ID.
	Shares held in physical form	User ID is Event No + Folio no. registered with the Company

(Home page of e-voting will open. Follow the process given under "Steps to cast vote for Resolutions")

23rd AGM NOTICE

Shareholders not registered for INSTAVOTE facility:

a) Visit URL: <https://instavote.linkintime.co.in> & click on “Sign Up” under ‘SHARE HOLDER’ tab & register with details as under:

- A. User ID: Enter User ID
- B. PAN: Enter your 10-digit Permanent Account Number

InstaVote USER ID	NSDL	User ID is 8 Character DP ID followed by 8 Digit Client ID (e.g. IN123456) and 8 digit Client ID (eg. 12345678).
	CDSL	User ID is 16 Digit Beneficiary ID.
	Shares held in physical form	User ID is Event No + Folio no. registered with the Company

(PAN) (Shareholders who have not updated their PAN with the Depository Participant (DP)/ Company shall use the sequence number provided to you, if applicable.

- C. DOB/DOI: Enter the Date of Birth (DOB) / Date of Incorporation (DOI) (As recorded with your DP/Company - in DD/MM/YYYY format)
- D. Bank Account Number: Enter your Bank Account Number (last four digits), as recorded with your DP/Company.
 - Shareholders, holding shares in **NSDL form**, shall provide ‘point 4’ above.
 - Shareholders, holding shares in **CDSL form**, shall provide ‘point 3’ or ‘point 4’ above.
 - Shareholders, holding shares in **physical form** but have not recorded ‘point 3’ and ‘point 4’, shall provide their Folio number in ‘point 4’ above
- E. Set the password of your choice.
(The password should contain minimum 8 characters, at least one special Character (!#\$%&*), at least one numeral, at least one alphabet and at least one capital letter).
- F. Enter Image Verification (CAPTCHA) Code.
- G. Click “Submit” (You have now registered on InstaVote).
Post successful registration, click on “**Login**” under ‘SHARE HOLDER’ tab & follow steps given above in points (a-b).

STEP 2: Steps to cast vote for Resolutions through InstaVote

- A. Post successful authentication and redirection to InstaVote inbox page, you will be able to see the “Notification for e-voting”.
- B. Select ‘View’ icon. E-voting page will appear.
- C. Refer the Resolution description and cast your vote by selecting your desired option ‘Favour / Against’ (If you wish to view the entire Resolution details, click on the ‘View Resolution’ file link).
- D. After selecting the desired option i.e. Favour / Against, click on ‘Submit’.
- E. A confirmation box will be displayed. If you wish to confirm your vote, click on ‘Yes’, else to change your vote, click on ‘No’ and accordingly modify your vote.

NOTE: Shareholders may click on “Vote as per Proxy Advisor’s Recommendation” option and view proxy advisor recommendations for each resolution before casting vote. “Vote as per Proxy Advisor’s Recommendation” option provides access to expert insights during the e-Voting process. Shareholders may modify their vote before final submission. Once you cast your vote on the resolution, you will not be allowed to modify or change it subsequently.

Non-Individual Body corporate shareholders shall send a scanned copy of the board resolution authorising its representative to vote, to the scrutinizer at rachhkalpesh@gmail.com with a copy marked to RTA at enotices@in.mpms.muvg.com and the company at cs@macpowercnc.com.

23rd AGM NOTICE

Guidelines for Institutional shareholders (“Custodian / Corporate Body/ Mutual Fund”)

STEP 1 – Custodian / Corporate Body/ Mutual Fund Registration

- A. Visit URL: <https://instavote.linkintime.co.in>
- B. Click on “Sign Up” under “Custodian / Corporate Body/ Mutual Fund”
- C. Fill up your entity details and submit the form.
- D. A declaration form and organization ID is generated and sent to the Primary contact person email ID (which is filled at the time of sign up). The said form is to be signed by the Authorised Signatory, Director, Company Secretary of the entity & stamped and sent to insta.vote@linkintime.co.in.
- E. Thereafter, Login credentials (User ID; Organisation ID; Password) is sent to Primary contact person’s email ID. (You have now registered on InstaVote)

STEP 2 – Investor Mapping

- A. Visit URL: <https://instavote.linkintime.co.in> and login with InstaVote Login credentials.
- B. Click on “Investor Mapping” tab under the Menu section
- C. Map the Investor with the following details:
 - 1) ‘Investor ID’ – Investor ID for NSDL demat account is 8 Character DP ID followed by 8 Digit Client ID i.e., IN00000012345678; Investor ID for CDSL demat account is 16 Digit Beneficiary ID.
 - 2) ‘Investor’s Name - Enter Investor’s Name as updated with DP.
 - 3) ‘Investor PAN’ - Enter your 10-digit PAN.
 - 4) ‘Power of Attorney’ - Attach Board resolution or Power of Attorney.

NOTE: File Name for the Board resolution/ Power of Attorney shall be – DP ID and Client ID or 16 Digit Beneficiary ID.

Further, Custodians and Mutual Funds shall also upload specimen signatures.

- D. Click on Submit button. (The investor is now mapped with the Custodian / Corporate Body/ Mutual Fund Entity). The same can be viewed under the “Report section”.

STEP 3 – Steps to cast vote for Resolutions through InstaVote

The corporate shareholder can vote by two methods, during the remote e-voting period.

23rd AGM NOTICE

METHOD 1 - VOTES ENTRY

- a) Visit URL: <https://instavote.linkintime.co.in> and login with InstaVote Login credentials.
- b) Click on “Votes Entry” tab under the Menu section.
- c) Enter the “Event No.” for which you want to cast vote.
Event No. can be viewed on the home page of InstaVote under “On-going Events”.
- d) Enter “16-digit Demat Account No.”.
- e) Refer the Resolution description and cast your vote by selecting your desired option ‘Favour/Against’ (If you wish to view the entire Resolution details, click on the ‘View Resolution’ file link). After selecting the desired option i.e. Favour/Against, click on ‘Submit’.
- f) A confirmation box will be displayed. If you wish to confirm your vote, click on ‘Yes’, else to change your vote, click on ‘No’ and accordingly modify your vote.
(Once you cast your vote on the resolution, you will not be allowed to modify or change it subsequently).

METHOD 2 - VOTES UPLOAD

- a) Visit URL: <https://instavote.linkintime.co.in> and login with InstaVote Login credentials.
- b) After successful login, you will see “Notification for e-voting”.
- c) Select “View” icon for “Company’s Name / Event number”.
- d) E-voting page will appear.
- e) Download sample vote file from “Download Sample Vote File” tab.
- f) Cast your vote by selecting your desired option 'Favour / Against' in the sample vote file and upload the same under “Upload Vote File” option.
- g) Click on ‘Submit’. ‘Data uploaded successfully’ message will be displayed.
(Once you cast your vote on the resolution, you will not be allowed to modify or change it subsequently).

NOTE: Non-Individual Body corporate shareholders shall send a scanned copy of the board resolution authorising its representative to vote, to the scrutinizer at rachhkalpesh@gmail.com with a copy marked to RTA at enotices@in.mpms.mufg.com and the company at cs@macpowercnc.com.

HELPDESK: Shareholders holding securities in physical mode / Non-Individual Shareholders holding securities in demat mode:

Shareholders holding securities in physical mode / Non-Individual Shareholders holding securities in demat mode facing any technical issue in login may contact INSTAVOTE helpdesk by sending a request at enotices@in.mpms.mufg.com or contact on: - Tel: 022 – 4918 6000.

Individual Shareholders holding securities in demat mode:

Individual Shareholders holding securities in demat mode may contact the respective helpdesk for any technical issues related to login through Depository i.e., NSDL and CDSL.

23rd AGM NOTICE

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 request at evoting@nsdl.co.in 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 request at helpdesk.evoting@cdslindia.com or contact at toll free no. 1800 22 55 33

Forgot Password:

Individual Shareholders holding securities in physical mode / Non-Individual Shareholders holding securities in demat mode:

Individual Shareholders holding securities in physical mode / Non-Individual Shareholders holding securities in demat mode have forgotten the USER ID [Login ID] or Password or both then the shareholder can use the “Forgot Password” option available on:

<https://instavote.linkintime.co.in>

Click on “**Login**” under ‘SHARE HOLDER’ tab.

Further Click on “**forgot password?**”

Enter User ID, select Mode and Enter Image Verification code (CAPTCHA).

Click on “SUBMIT”.

In case Custodian / Corporate Body/ Mutual Fund has forgotten the USER ID [Login ID] or Password or both then the shareholder can use the “Forgot Password” option available on: <https://instavote.linkintime.co.in>

23rd AGM NOTICE

Click on 'Login' under "Custodian / Corporate Body/ Mutual Fund" tab
Further Click on **"forgot password?"**
Enter User ID, Organization ID and Enter Image Verification code (CAPTCHA).
Click on "SUBMIT".

In case shareholders have a valid email address, Password will be sent to his / her registered e-mail address. Shareholders can set the password of his/her choice by providing information about the particulars of the Security Question and Answer, PAN, DOB/DOI etc. The password should contain a minimum of 8 characters, at least one special character (!#\$%&), at least one numeral, at least one alphabet and at least one capital letter.*

Individual Shareholders holding securities in demat mode with NSDL/ CDSL has forgotten the password:

Individual Shareholders holding securities in demat mode have forgotten the USER ID [Login ID] or Password or both, then the Shareholders are advised to use Forget User ID and Forget Password option available at above mentioned depository/ depository participant's website.

General Instructions - Shareholders

It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
For shareholders/ members holding shares in physical form, the details can be used only for voting on the resolutions contained in this Notice.
During the voting period, shareholders/ members can login any number of time till they have voted on the resolution(s) for a particular "Event".

23rd AGM NOTICE

Explanatory Statement

As required under Section – 102 of the Companies Act, 2013 [“Act”], the following explanatory statement sets out all material facts relating to business mentioned under item no. 4 of the accompanying Notice:

Item No.: 4

The Board of Directors of the Company, on the recommendation of the Audit Committee, at its Meeting held on May 27, 2026, has considered and approved the appointment of M/s. S A & Associates, Cost Accountants, as the Cost Auditor of the Company for the financial year 2026-27 at a remuneration of Rs. 40,000/- [Rupees Forty Thousand only] plus GST.

Pursuant to Section – 148(3) of the Companies Act, 2013 read with Rule 14 of the Companies [Audit and Auditors] Rules, 2014, the remuneration, as approved by the Board of Directors of the Company on the recommendation of the Audit Committee, is required to be subsequently ratified by the members of the Company.

The resolution as at item no. 4 of the Notice is therefore set out as Ordinary Resolution for approval and ratification by the members.

None of the directors and/or Key Managerial Personnel [KMP] of the Company and their relatives is concerned or interested financially or otherwise in the resolution set out at item no. 4 of the Notice.

Place: Metoda, Rajkot

Date: 29th July, 2026

For and on behalf of the Board of
MACPOWER CNC MACHINES LIMITED

[Rupesh J. Mehta]
Chairman & Managing Director
DIN: 01474523

23rd AGM NOTICE

Annexure-A

Details of Directors seeking appointment/re-appointment at forthcoming 23rd AGM

[Pursuant to Regulation 36(3) and 26(4) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015]

Name of Director	Mrs. Riyaben R. Mehta
Date of Birth	25/05/1974
Date of Appointment	01/04/2004
Education Qualification	12 th Commerce
Expertise in Specific functional area	Mrs. Riyaben R. Mehta, Promoter Non-Executive Director: • She is associated with the Human Resource related activities of the company • She has 19 years of experience in the field of Human Resource Management
Disclosure of relationship between directors inter-se	Mr. Rupesh J. Mehta, Chairman & Managing Director of the Company (Husband)
Terms and conditions of appointment/ continuation of Directorship	Liable to retire by rotation.
Details of last remuneration drawn (FY26)	Nil
Details of proposed remuneration	Nil
Number of Board Meetings Attended	Detail is given in the Board's Report.
Chairmanship/Membership of the Statutory Committee(s) of Board of Directors of the Company	Member of Nomination and Remuneration Committee
List of public companies in which Directorship held	Macpower CNC Machines Limited
Chairmanship/Membership of the Statutory Committee(s) of Board of Directors of other Listed Companies	Nil
Shareholding in the Company	18,14,982 Equity Shares (i.e.18.14%)

Place: Metoda, Rajkot

Date: 29th July, 2026

For and on behalf of the Board of
MACPOWER CNC MACHINES LIMITED

[Rupesh J. Mehta]
Chairman & Managing Director
DIN: 01474523

23rd AGM NOTICE

MACPOWER CNC MACHINES LIMITED

CIN: L30009GJ2003PLC043419

Registered Office: Plot No. 2234, Near Kranti Gate, GIDC Metoda – 360 021, Talu-Lodhika, Dist.-Rajkot, Gujarat, India

Tel: +91 2827 287930; Email: cs@macpowercnc.com; website:

www.macpowercnc.com

Form MGT-11

Proxy Form

[Pursuant to Section 105(6) of the Companies Act, 2013 and Rule 19(3) of the Companies (Management and Administration) Rules, 2014]

Name of the member(s)		Email ID	
Address		Folio No./ BO ID	

I / We, being the holder/s of _____ equity shares of Macpower CNC Machines Limited, hereby appoint:

Name		Signature	
Address			
Email			

or failing him/her;

Name		Signature	
Address			
Email			

or failing him/her;

Name		Signature	
Address			
Email			

and whose signature(s) is appended below as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 23rd Annual General Meeting of the Company, to be held on the **Wednesday, September 23, 2026 at 02:00 P.M.** at Plot No. 2234, Near Kranti Gate, GIDC Metoda – 360 021, Talu-Lodhika, Dist-Rajkot, Gujarat, India and at any adjournment thereof in respect of such resolutions as are indicated below:

23rd AGM NOTICE

**I wish my above Proxy to vote in the manner as indicated in the box below:

Resolution No.	Particulars	For	Against
1.	To receive, consider and adopt the Audited Standalone Financial Statements of the Company for the financial year ended on March 31, 2026, together with the Report of the Board of Directors and Auditor's thereon.		
2.	To declare final dividend for the financial year ended March 31, 2026.		
3.	To appoint a Director in place of Mrs. Riyaben Rupeshbhai Mehta [DIN: 01603726] who retires by rotation and, being eligible, offers herself for re-appointment		
4.	To ratify Remuneration of Cost Auditor for Financial Year 2026-27.		

*Applicable for investors holding shares in electronic form.

**This is Optional

Signed this _____ day of _____, 2026

Signature of Member

Signature of Proxy Holder

Please affix
Revenue Stamp
of Re. 1

Notes:

- This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Meeting.
- **It is optional to indicate your preference. If you leave the 'For' or 'Against' blank against any or all resolutions, your Proxy will be entitled to vote in the manner as he/she may deem appropriate.

23rd AGM NOTICE

Macpower CNC Machines Limited

Registered Office: Plot No. 2234, Near Kranti Gate, GIDC Metoda – 360 021, Talu-Lodhika, Dist-Rajkot, Gujarat, India

Tel: +91 2827 287930; Email: cs@macpowercnc.com; website: www.macpowercnc.com

CIN: L30009GJ2003PLC043419

ATTENDANCE SLIP

PLEASE FILL ATTENDANCE SLIP AND HAND IT OVER AT THE ENTRANCE OF THE MEETING HALL

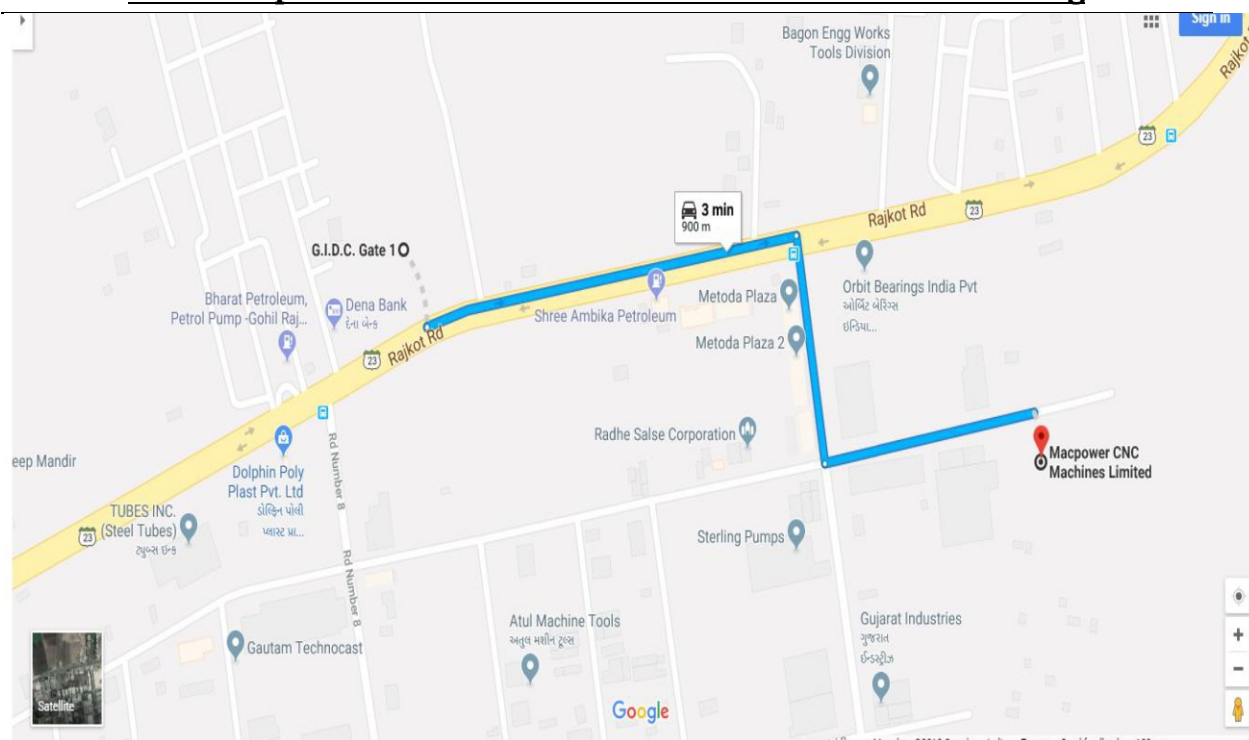
Name of the Member:			
Address of the Member:			
DP ID*:		Folio No:	
Client ID*:		No. of Shares	

I hereby record my presence at the 23rd ANNUAL GENERAL MEETING of the Company held on **Wednesday, September 23, 2026 at 02:00 P.M.** at Plot No. 2234, Near Kranti Gate, GIDC Metoda – 360 021, Talu-Lodhika, Dist-Rajkot, Gujarat, India.

Signature of member/Proxy holder(s)

*Applicable for investors holding shares in electronic form.

Route Map for aforesaid Venue of 23rd Annual General Meeting



BOARD'S REPORT

To,
The Members, of Macpower CNC Machines Limited

Your Directors have pleasure in presenting their 23rd Annual Report on business and operation of your company together with the Financial Statements for the year ended on March 31, 2026.

FINANCIAL RESULT

[INR in Lakh]

Particulars	Current Financial Year (2025-26)	Current Financial Year (2024-25)
Revenue from Operations	33318	26182
Other Income	34	36
Total Income	33352	26218
Profit/Loss before depreciation, Finance Costs, Exceptional items and Tax Expense	5424	4190
Less: Depreciation/Amortization/ Impairment	740	594
Profit/(Loss) before Finance Costs, Exceptional items and Tax Expense	4684	3596
Less: Finance Costs	157	56
Profit/(Loss) before Exceptional items and Tax Expense	4527	3540
Add/(less): Exceptional items	1	-77
Profit/(Loss) before Tax Expense	4528	3463
Less: Tax Expense [Current & Deferred]	1141	919
Current Income Tax	1072	841
Deferred Tax	52	38
Short/Excess Provision of Prior Years	17	40
Profit/(Loss) for the year	3387	2544

OVERVIEW OF OPERATIONS (STATE OF THE COMPANY'S AFFAIRS)

Company has outperformed during the financial year 2025-26 by generating highest total operating revenue of Rs. 33318 Lakhs against Rs. 26182 Lakhs of previous financial year, representing an increase of 27.26% Y-o-Y. The EBITDA of the Company has grown by 29.74% Y-o-Y from the last year and reached to Rs. 5390 Lakhs in current year from Rs. 4154 Lakhs in last year. This year your company's Net Profit came in at Rs. 3387 Lakhs versus Rs. 2544 Lakhs in last year, representing a growth of 33.13% Y-o-Y. EPS stands at Rs 33.86 per share in current year against Rs 25.43 per share in last year.

BOARD'S REPORT

CHANGE IN NATURE OF BUSINESS

There has been no change in the Nature of Business during the year.

TRANSFER TO RESERVE

No amount is proposed to be transferred to General Reserve out of the net profits of the Company for the FY26. Hence, the entire amount of profit has been carried forward to the Profit & Loss Reserve Account.

DIVIDEND

Based on the performance of the Company for the year, the Board of Directors is pleased to recommend a final dividend of Rs.1.50/- per equity share of the face value of Rs. 10/- each (i.e. 15%) for financial year 2025-26, payable to those shareholders whose name appear in the Register of Members as on Record date, subject to approval of Shareholders at the ensuing Annual General Meeting, which if approved, will absorb Rs.1,50,06,240/- towards final dividend.

In view of the Income-tax Act, 2025 and amendments thereof, dividends paid or distributed by the Company shall be taxable in the hands of the Shareholders. The Company shall, accordingly, make the payment of the final dividend after deduction of tax at source.

MAJOR EVENTS OCCURRED DURING THE YEAR

During the year under review, there was no major events occurred.

MATERIAL CHANGES AND COMMITMENTS/KEY DEVELOPMENTS

There have been no material changes and commitments affecting the financial position of the Company since the closure of financial year i.e. since March 31, 2026

REVISION OF FINANCIAL STATEMENTS

None of Financial Statements of the Company, pertaining to previous financial years were revised during the financial year under review.

EXTERNAL ENVIRONMENT AND ECONOMIC OUTLOOK

Disclosed in Management discussion and analysis report

SHARE CAPITAL AND DEBT STRUCTURE

There was no change in Authorised and Paid up Share Capital of the Company and neither there was any reclassification nor sub-division of equity shares during the year under review. Your Company does not have Debt securities.

BOARD'S REPORT

CREDIT RATING OF SECURITIES

Your company only has Equity shares and Credit rating is not applicable to equity securities. So, during the year no credit rating certificate related securities is taken as it is not applicable.

INVESTOR EDUCATION AND PROTECTION FUND [IEPF]

During the year under review, Company was required to transfer amount of Final Dividend FY 17-18 to Investor Education and Protection Fund and same was transferred to Investor Education and Protection Fund. The details of unpaid and unclaimed dividends transferred to IEPF are available on the Company's website at <https://macpowercnc.com/unpaid-or-unclaimed-dividend-details/> and are also uploaded on the website of the IEPF Authority and can be accessed through the link: www.iepf.gov.in.

The details of unpaid and unclaimed dividends are available on the Company's website at <https://macpowercnc.com/unpaid-or-unclaimed-dividend-details/>. Details of unpaid and unclaimed dividends up to September 17, 2025 are also uploaded on the website of the IEPF Authority and can be accessed through the link: www.iepf.gov.in.

Due dates for transfer to IEPF, of the unclaimed/unpaid dividends for the financial year 2021-22 and thereafter, are as under:

Financial year	Type of Dividend	Declaration Date	Due Date
2021-22	Interim Dividend	25 th Oct, 2021	1 st Dec, 2028
2021-22	Final Dividend	27 th Sep, 2022	3 rd Nov, 2029
2022-23	Final Dividend	22 nd Sep, 2023	29 th Oct, 2030
2023-24	Final Dividend	27 th Sep, 2024	3 rd Nov, 2031
2024-25	Final Dividend	17 th Sep, 2025	24 th Oct, 2032

In Furtherance, Company has appointed Nodal Officer for and on behalf of the Company to Co-Ordinate with IEPF Authority pursuant to Investor Education and Protection Fund Authority (Accounting, Audit, Transfer and Refund) Second amendment Rules, 2019 and amendment thereto if any, Details of Nodal Officer is as under:

Contact details: cs@macpowercnc.com
Mo No.:+91 72111 44413

MANAGEMENT

i. Director and Key Managerial Personnel

Directors:

Following are the Promoter/Promoter group Directors of the Company as on 31st March, 2026 and during the year under review, there has been no change in the Board of Directors of the Company:

BOARD'S REPORT

Sr. No.	Names of Directors	Designation	DIN
1.	Mr. Rupesh J. Mehta	Managing Director	01474523
2.	Mr. Nikesh J. Mehta	Whole-Time Director & Chief Executive Officer	01603779
3.	Mrs. Riya R. Mehta	Non-Executive & Woman Director	01603726

Director retiring by rotation:

Mrs. Riyaben Rupeshbhai Mehta, Non-Executive & Woman Director (DIN: 01603726) of the Company retires at this ensuing Annual General Meeting pursuant to provision of section 152(6) of the Companies Act, 2013 and being eligible, offer herself for re-appointment.

The relevant details and Brief profile of Director seeking re-appointment is given in the Notes/Annexures to the Notice of the Annual General Meeting.

Key Managerial Personnel (KMP):

Pursuant to the provisions of Section 203 of the Companies Act, 2013, following are the Key Managerial Personnel of the Company as on March 31, 2026:

Sr. No	Names of KMP	Designation	DIN/PAN
1.	Mr. Rupesh J. Mehta	Managing Director	01474523
2.	Mr. Nikesh J. Mehta	Whole-Time Director and Chief Executive Officer	01603779
3.	Mr. Vishal B. Mehta	CFO	ALKPM7697L
4.	Mr Kishor Kikani	CS	AVXPK4815H

Board at their meeting held on 6th August, 2025 has re-appointed Mr. Rupesh J. Mehta (DIN: 01474523) as Managing Director and Mr. Nikesh J. Mehta (DIN: 01603779) as Whole Time Director of the Company for a period of 5 (Five) years effective from October 1, 2025 to September 30, 2030 and which was approved by shareholders at their AGM held on 17.09.2025.

Change in KMP during the year:

During the year under review, there is no change in the KMP of the Company

BOARD'S REPORT

ii. Independent Directors

Following are the Independent Directors of the Company and during the year under review there has been no change in the Independent Directors of the Company:

- 1) Mr. Maulik R. Mokariya [DIN: 05310868],
- 2) Mr. Rajubhai R. Bhandari [DIN: 07986563] and
- 3) Mr. Deven J. Doshi [DIN: 07994505]

Aforesaid all the Independent Directors were reappointed at 19th annual general meeting held on 27.09.2022 for a period of five (5) years for 2nd term from November 17, 2022 to November 16, 2027.

In terms of the Rule 6 of the Companies (Appointment and Qualification of Directors) Rules, 2014, all Independent Directors of the Company have enrolled themselves on the Independent Directors Databank and also passed the online proficiency self-assessment test within the specified timeline.

iii. Declaration by Independent Directors

Pursuant to the provisions of Section 149 of the Act, the independent directors have submitted declarations that each of them meets the criteria of independence as provided in Section 149(6) of the Act along with Rules framed thereunder and as per Regulation 16(1)(b) and Regulation 25 (8) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations") at the first meeting of the Board of financial year. In Furtherance, Company has also received confirmation that that they are not aware of any circumstance or situation, which exist or may be reasonably anticipated, that could impair or impact their ability to discharge their duties with an objective independent judgment and without any external influence and that they are independent of the management. There has been no change in the circumstances affecting their status as independent directors of the Company.

During the year under review, the non-executive director and Independent Directors of the Company had no pecuniary relationship or transactions with the Company, other than sitting fees, commission and reimbursement of expenses, if any, incurred by them for the purpose of attending meetings of the Board/Committee of the Company. None of the Directors are disqualified to be continued to act as Director of the Company.

BOARD'S REPORT

iv. Board Meeting

Seven meetings of the Board of Directors were held during the year under review and the gap between two meetings did not exceed one hundred and twenty days.

For details of meetings of the Board, please refer below table:

Board of Directors	Rupesh J. Mehta	Nikesh J. Mehta	Riya R. Mehta	Maulik R. Mokariya	Rajubhai R. Bhanderi	Deven J. Doshi
Meeting Date/ Designation	Managing Director	Whole-Time Director	Non-Executive & Woman Director	Independent Director	Independent Director	Independent Director
29.05.2025	YES	YES	YES	YES	YES	YES
06.08.2025	YES	YES	YES	YES	YES	YES
13.09.2025	YES	YES	YES	YES	YES	YES
13.11.2025	YES	YES	YES	YES	YES	YES
09.01.2026	YES	YES	YES	YES	YES	YES
10.02.2026	YES	YES	YES	YES	YES	YES
30.03.2026	YES	YES	YES	YES	YES	YES

During FY 2025-26, none of resolutions were passed by circulation. Meetings of the Independent Directors were held on 06/08/2025. The Independent Directors, inter-alia, reviewed the performance of Chairman of the Company and Board of Directors.

v. Committees of the Board

There are 5 Board Committees as on March 31, 2026 that have been formed, considering the needs of the Company, details of which are as follows;

Audit Committee Meeting	Rupesh J. Mehta	Rajubhai R. Bhanderi	Deven J. Doshi
	Managing Director	Independent Director	Independent Director
Date/Designation	Member	Chairperson	Member
29.05.2025	YES	YES	YES
06.08.2025	YES	YES	YES
13.09.2025	YES	YES	YES
13.11.2025	YES	YES	YES
10.02.2026	YES	YES	YES
Stakeholders' Relationship Committee (SRC) Meeting	Rupesh J. Mehta	Nikesh J. Mehta	Rajubhai R. Bhanderi
	Managing Director	Whole-Time Director	Independent Director
Date/Designation	Member	Member	Chairperson
06.08.2025	YES	YES	YES
Nomination Remuneration Committee (NRC) Meeting	Rajubhai R. Bhanderi	Deven J. Doshi	Riya R. Mehta
	Independent Director	Independent Director	Non-Exe. Director
Date/Designation	Chairperson	Member	Member
06.08.2025	YES	YES	YES
Corporate Social Responsibility Committee Meeting	Rupesh J. Mehta	Nikesh J. Mehta	Rajubhai R. Bhanderi
	Managing Director	Whole-Time Director	Independent Director
Date/Designation	Member	Member	Chairperson
29.05.2025	YES	YES	YES

BOARD'S REPORT

vi. Company's Policy /Terms of Reference of committees

The Terms of Reference of Audit Committee, Nomination and Remuneration Committee, Stakeholders Relationship Committee and corporate social responsible committee are disclosed in Corporate Governance report which forms part of this Annual Report. Further, all the recommendation of Audit committee has been approved by the Board of Directors of the Company.

vii. Company's Policy on Directors' Appointment and Remuneration

Remuneration policy of the Company is designed to create a high-performance culture. It enables the Company to attract, retain and motivate employees to achieve results. Our business model promotes customer centricity and requires employee mobility to address project needs. The remuneration policy supports such mobility through pay models that are compliant to local regulations.

The Company pays remuneration to its Managing Director & the Executive Directors as professional fees/consultancy fees. Annual increments are recommended by the Nomination and Remuneration Committee.

The Board of Directors, on the recommendation of the Nomination and Remuneration Committee, decides the remuneration payable to the Managing Director and the Executive Directors out of the profits for the financial year and within the ceilings prescribed under the Act, based on the Board evaluation process considering the criteria such as the performance of the Company as well as that of the Directors. The said remuneration is decided each year by the Board of Directors, on the recommendation of the Nomination and Remuneration Committee and paid to the Managerial personnel based on the Board evaluation process, considering criteria such as their attendance and contribution at the Board and Committee meetings, as well as the time spent on operational matters other than at meetings. The Company may reimburse the out-of-pocket expenses incurred by the Directors for attending the meetings. Remuneration paid is approved by members of the Company

Nomination and Remuneration policy is placed on the website of the Company at <https://macpowercnc.com/wp-content/uploads/2025/04/Nomination-and-Remuneration-Policy.pdf>

viii. Board Evaluation

The Board of Directors has carried out an annual evaluation of its own performance, board committees, and individual directors pursuant to the provisions of the Companies Act, 2013 and SEBI (LODR) Regulations, 2015. The performance of the board was evaluated by the Board after seeking inputs from all

BOARD'S REPORT

the directors on the basis of criteria such as the board composition and structure, effectiveness of board processes, information and functioning, etc.

The performance of the committees was evaluated by the Board after seeking inputs from the committee members on the basis of criteria such as the composition of committees, effectiveness of committee meetings, etc.

In a separate meeting of independent directors, performance of non-independent directors, the board as a whole and the Chairman of the Company were evaluated, taking into account the views of executive directors and non-executive directors.

The Board and the Nomination and Remuneration Committee reviewed the performance of individual directors on the basis of criteria such as the contribution of the individual director to the board and committee meetings like preparedness on the issues to be discussed, meaningful and constructive contribution and inputs in meetings, etc. Performance evaluation of independent directors was done by the entire board, excluding the independent director being evaluated.

As per Companies Act, 2013, Board has made annual evaluation of its own performance and also of its committees and Individual Directors. The evaluation of all the directors and the Board as a whole was conducted based on the criteria and framework adopted by the Board. Board of Directors is actively taking an action for evaluation.

ix. Remuneration of Directors and Employees

Details of Remuneration of Executive Directors for the year ended on March 31, 2026:

Name of Director	Designation	Amount of Remuneration
Mr. Rupesh J. Mehta	Managing Director	*36 Lakhs plus 18% GST
Mr. Nikesh J. Mehta	Whole-Time Director	*24, Lakhs plus 18% GST

Board of directors has based upon the recommendation of nomination and remuneration committee and subject to approval of members of the company (which later approved by members at their AGM held on 17.09.2025) has reappointed and approved managerial remuneration as follows:

**Mr. Rupesh J. Mehta having monthly remuneration byway of professional/ Management Consultancy Fee of Rs.3 Lakhs plus 18% GST with effect from 01st October, 2025 and Mr. Nikesh J. Mehta having monthly remuneration byway of professional/ Management Consultancy Fee of Rs.2 Lakhs plus 18% GST with effect from 01st October, 2025.*

The Company has not paid any remuneration/commission/sitting fees to Non-Executive director and Independent Directors.

BOARD'S REPORT

Particulars of employees:

Disclosure pertaining to remuneration and other details as required under the Act read with Rule 5 of the Companies [Appointment and Remuneration of Managerial Personnel] Rules, 2014 and amendments thereof are provided in the Annual Report. Particulars of Employees in terms of the provisions of Section – 197(12) of the Act read with Rule 5 is attached with this report as **Annexure - 1**.

x. Directors' Responsibility Statement

Pursuant to the provisions of Section 134(3)(C) and 134(5) of the Companies Act, 2013, Your directors confirm, to the best of their knowledge and belief:

- (a) In the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- (b) The Directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the year and the profit and loss of the company for that period;
- (c) The Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- (d) The Directors had prepared the annual accounts on a going concern basis;
- (e) The Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems are adequate and operating effectively;
- (f) The Directors had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and operating effectively.

INTERNAL FINANCIAL CONTROLS AND INTERNAL CONTROL SYSTEMS:

“Internal financial controls” means the policies and procedures adopted by the company 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.

Based on the framework of internal financial controls and compliance systems established and maintained by the Company, the work performed by the internal, statutory and secretarial auditors and external consultants, including the audit of internal financial controls over financial reporting by the statutory auditors and the

BOARD'S REPORT

reviews performed by management and the relevant board committees, including the audit committee, the Board is of the opinion that the Company's internal financial controls were adequate and effective during FY 2025-26.

The Internal Financial Controls with reference to financial statements as designed and implemented by the Company are adequate. During the year under review, no material or serious lapses have been observed by the Internal Auditors of the Company for inefficiency or inadequacy of such controls.

The Company's internal control procedure, which includes internal financial controls, ensures compliance with various policies, practices and statutes keeping in view the organization's pace of growth and increasing complexity of operations. The Internal Auditors carry out extensive audits throughout the year across all functional areas and submit their reports to the Audit Committee. The said Reports have not included any observation of any serious lapses in the system during the year under review.

Based on its evaluation [as defined in section 177 of Companies Act 2013 and Clause 18 of SEBI Regulations 2015], our audit committee has concluded that, as of March 31, 2026 our internal financial controls were adequate and operating effectively.

DISCLOSURES RELATING TO SUBSIDIARIES, ASSOCIATES AND JOINT VENTURES

Your company has no holding/subsidiary/associate company. So, disclosure in AOC-1 requires under section 129 of the Act is not applicable to your company.

DETAILS OF DEPOSITS

Your company has not accepted any deposits and as such no amount of Principal or Interest was outstanding as of the Balance Sheet.

PARTICULARS OF LOANS, GUARANTEES AND INVESTMENTS

Company has not given any loans and guarantees but investments made is under the limit of section 186 of the Companies Act, 2013. Details of Investments covered under the provisions of Section 186 of the Companies Act, 2013, are given in the notes to the Financial Statements.

PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES

Your Company has entered into transaction with Related Parties at Arm's Length Basis. Particulars of contracts or arrangements with related parties referred to section – 188(1) of the Companies Act, 2013, in the prescribed Form AOC-2, is appended as **Annexure - 2** to the Board's Report.

BOARD'S REPORT

CORPORATE SOCIAL RESPONSIBILITIES

Your Company is falling under the ambit of Section 135 of the Companies Act, 2013 i.e. Corporate Social Responsibility. During the year 2025-26, company has spent total amount of Rs. 57.10 Lacs as CSR expenditure.

The brief outline of the Corporate Social Responsibilities [CSR] policy of the Company and the initiatives undertaken by your company on CSR activity during the year under review are set out in **Annexure – 3** of this report in the format prescribed in the Companies [Corporate Social Responsibility Policy] Rules, 2014 i.e. Annual Report on CSR Activities. The CSR policy is available on the website of the company at <https://macpowercnc.com/wp-content/uploads/2025/04/Corporate-Social-Responsibility-Policy.pdf>

Further, the details relating to the Composition of CSR Committee and Meetings of CSR Committee disclosed in above point of Board's Report relating to Committees of Board and also disclosed in the Annual Report on CSR Activities.

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

The information pertaining to conservation of energy, technology absorption, Foreign exchange Earnings and outgo as required under Section 134 (3)(m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2015 is furnished in **Annexure - 4** attached to this report.

RISK MANAGEMENT

The Company was not required to frame Risk Management Committee pursuant to Regulation 21 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and accordingly not constituted, however, the board of directors is responsible for framing, implementing and monitoring the risk management plan for the listed entity and Audit Committee of the Company also evaluating Risk Management Systems.

VIGIL MECHANISM/WHISTLE BLOWER POLICY

The Company has a Whistle Blower Policy and has established the necessary vigil mechanism for directors and employees to report concerns about unethical behavior and to report instances of leak of unpublished price sensitive information. No person has been denied access to the Chairman of the Audit Committee. The said policy has been uploaded on the website of the Company at <https://macpowercnc.com/wp-content/uploads/2025/04/Vigil-Mechanism-Whistle-Blower-Policy.pdf>

The Audit Committee is continuously verifying the Whistle Blower policy (vigil mechanism) which provides a format mechanism for all stakeholders, employees and directors of the Company to approach the Chairman of the Audit Committee of the Company and make

BOARD'S REPORT

protective disclosures about the unethical behavior towards stakeholder/employee of the company, leak of UPSI, actual or suspected fraud or violation of the Company's Code of Conduct.

MATERIAL ORDERS OF JUDICIAL BODIES /REGULATORS

During the year under review, there are no significant or material orders passed by the Regulators/Courts/Tribunals that could impact the going concern status of the company and its future operations.

DETAILS OF APPLICATION MADE OR ANY PROCEEDING PENDING UNDER THE INSOLVENCY AND BANKRUPTCY CODE, 2016

During the year under review, there was no application made or no proceeding pending under the insolvency and bankruptcy code, 2016.

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:

During the year under consideration, there were no such kind instances by/with the company, so no details are required to be mentioned herewith

AUDITORS AND AUDITORS' REPORT

The Details of the Auditors of the Company are as stated below:

Name of Auditor	Type of Auditor	FY 25-26	FY 26-27
M/s. S.C. Makhecha & Associates (FRN: 120184W)	Statutory Auditor, Rajkot	Appointed in 20 th AGM [i.e. AGM for 2022-23] for a 2 nd term of 5 Consecutive years i.e. till the conclusion of AGM pertaining to financial year ending on 31 st March, 2028	Appointed in 20 th AGM [i.e. AGM for 2022-23] for a 2 nd term of 5 Consecutive years i.e. till the conclusion of AGM pertaining to financial year ending on 31 st March, 2028
M/s. K. P. Rachchh & Co. FCS: 5156	Secretarial Auditor	Appointed to conduct Secretarial audit for a period of five consecutive years from FY-2025-26 to FY 2029-30 and to hold office till the conclusion of AGM pertaining to financial year ending on 31 st March, 2030	Appointed to conduct Secretarial audit for a period of five consecutive years from FY-2025-26 to FY 2029-30 and to hold office till the conclusion of AGM pertaining to financial year ending on 31 st March, 2030,
M/s. Borad Sanjay B & Associates	Cost Auditor	Appointed to conduct cost audit for FY 2025-26.	M/s. S A & Associates appointed to conduct cost audit for FY 2026-27 due to change in constitution from proprietorship to a partnership firm of cost auditor.
Mr. Hiren Rathod	Internal Auditor	Appointed to conduct Internal Audit for FY 2025-26.	Re-appointed to conduct Internal audit for FY 2026-27.

BOARD'S REPORT

A. STATUTORY AUDITORS:

M/s. S. C. Makhecha & Associates, Chartered Accountants (FRN: 120184W) were Appointed in 20th AGM [i.e. AGM for 2022-23] for a 2nd term of 5 consecutive years from 20th AGM until the Conclusion of 25th AGM (i.e. from FY 2023-24 to F.Y 2027-28). They have given consent and confirmed that they are not disqualified from continuing as Auditors of the Company. Further, as required under SEBI (LODR) Regulations, 2015, they hold valid peer review certificate.

The Auditors' Report for the financial year ended March 31, 2026 does not contain any reservation, qualification or adverse remark. The notes on financial statement referred to in the Auditors' Report are self-explanatory and do not call for any further comments.

Fraud Reporting: No fraud has been reported by the Auditors under section 143(12) of the Companies Act, 2013 requiring disclosure in the Board's Report.

B. SECRETARIAL AUDITORS:

Pursuant to regulation 24A of the SEBI (LODR) Regulations, 2015 and Companies Act, 2013 and with the approval of the Members of the Company at 22nd Annual General Meeting held on 17th September, 2025, the Company has appointed M/s. K. P. Rachchh & Co., Practicing Company Secretaries for conducting Secretarial Audit of the Company for a period of five years from FY-2025-26 to FY 2029-30 and to hold office till the conclusion of AGM pertaining to financial year ending on 31st March, 2030. M/s. K. P. Rachchh & Co., Practicing Company Secretaries is a peer reviewed firm and holds valid peer review certificate No. 6681/2025.

The Secretarial Audit Report obtained pursuant to the provisions of Section 204 of the Act and Rules made there under, from M/s. K. P. Rachchh & Co., Practicing Company Secretaries for the FY 2025-26 is set out at '**Annexure- 5**' forming a part of this Report.

The Secretarial Auditors Report for the financial year ended March 31, 2026 is self-explanatory and does not call for any further clarifications.

C. COST AUDITORS:

The Board has appointed M/s. Borad Sanjay B & Associates, Cost Accountants for conducting the audit of cost records of the Company for single segment for the financial year 2025-26 as recommended by the Audit Committee.

Further, the Company has appointed M/s. S A & Associates, Cost Accountants for the year 2026-27 due to change in constitution from proprietorship to a partnership firm of cost auditor and as required under Section-148 and Rule 14 of the Companies [Audit and Auditors] Rules, 2014, Necessary resolution for ratification of payment of remuneration to the said Cost Auditors forms part of the Notice of the ensuing Annual General Meeting.

BOARD'S REPORT

D. INTERNAL AUDITORS:

The Board of Directors has appointed Mr. Hiren H. Rathod as an Internal Auditor of the Company for the financial 2025-26.

Further, the Company has re-appointed Mr. Hiren H. Rathod as an Internal Auditor of the Company for the financial 2025-27.

COMPLIANCE WITH SECRETARIAL STANDARDS

We, the Directors of the Company, hereby state the Company has complied all applicable Secretarial Standards to the applicable extend.

ANNUAL RETURN

Pursuant to Section 92(3) read with Section 134(3)(a) of the Act, the Annual Return as on March 31, 2026 is available on the website of the Company at <https://macpowercnc.com/annual-return/>

MANAGEMENT DISCUSSION AND ANALYSIS REPORT (MDAR)

Management Discussion & Analysis Report for the year under review, under Regulation 34 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations"), is presented in a separate section and forms a part of this Report.

CORPORATE GOVERNANCE REPORT

Your directors reaffirm their continued commitment to good corporate governance practices. During the year under review, your company was in compliance with the provisions of SEBI (Listing Obligation and Disclosure Requirements) Regulations 2015, relating to Corporate Governance.

The Report on Corporate Governance as stipulated under Regulation 34 of the SEBI Listing Regulations forms an integral part of this Report. The requisite certificate on Corporate Governance availed from M/s. K. P. Rachchh & Co. Practicing Company Secretaries, confirming compliance with the conditions of corporate governance as stipulated under Schedule V of the SEBI Listing Regulations is enclosed to the Report on Corporate Governance presented in a separate section and forms a part of this Report

BOARD'S REPORT

DISCLOSURES PERTAINING TO THE SEXUAL HARASSMENT OF WOMEN AT THE WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013

The Company has adopted a policy on prevention, prohibition and Redressal of Sexual harassment at workplace and has duly constituted an Internal Complaints Committee in line with the provisions of the Sexual Harassment of Women at Workplace [Prevention, Prohibition and Redressal] Act, 2013 and the Rules thereunder. The said policy is uploaded on the website of the Company at <https://macpowercnc.com/wp-content/uploads/2026/04/Policy-on-Sexual-Harassment-at-Workplace.pdf>

There have been no complaints related sexual harassment reported during the year under review.

COMPLIANCE OF MATERNITY BENEFIT ACT, 1961

The Company affirms that Company has duly complied with all provisions of the Maternity Benefit Act, 1961 and will extended all statutory benefits to eligible women employees as and when requires.

INSURANCE

The assets of the company including buildings, plant & machinery, stocks, etc. wherever necessary and to the extent required have been adequately insured against various risks.

SEGMENT REPORTING

The Company is engaged in the business of manufacturing of CNC Turning Centers, Vertical Machining Centers [VMC], Horizontal Machining Centers [HMC], Vertical Turret Lathe [VTL], Turn Mill Centers, Drill Tap Center [DTC], Double Column Machine (DCM) & 5 Axis Machine along with robotic automation solutions. Considering the nature of the Business and Financial Reporting of the Company, the segment reporting is not applicable to company as your company's business in single segment.

HUMAN RESOURCE DEVELOPMENT

Your Company continued to focus on attracting new talent while investing in organic talent development to help employees acquire new skills, explore new roles and realize their potential.

The Company's relation with human resource continued to be cordial during the year under review. The Board wishes to take place on record its appreciation for the valuable services rendered by its entire workforce. During the year there was no instance of Strike, lock out or another issues related to Human Resources.

BOARD'S REPORT

GENERAL

The Board of Directors confirms that no disclosure or reporting is required in respect of the below matters as there were no transactions on these matters during the FY2025-26:

1. Issue of equity shares with differential rights as to dividend, voting or otherwise;
2. Issue of shares (including sweat equity shares or Stock options) to employees of the Company;
3. non-exercising of voting rights in respect of shares purchased directly by employees under a scheme pursuant to Section 67(3) of the Act read with Rule 16(4) of Companies (Share Capital and Debentures) Rules, 2014;
4. Material or serious instances of fraud falling within the purview of Section 143(12) of the Act and Rules made there under.

ACKNOWLEDGMENTS

The Directors thank the Company's employees, customers, vendors, investors and academic partners for their continuous support.

The Directors also thank the Government of India, Governments of various states in India, Governments of various countries and concerned Government departments and agencies for their co-operation.

The Directors appreciate and value the contribution made by every member of the work family.

Stakeholders support is also acknowledged by the Management of the Company.

Place: Metoda, Rajkot
Date: 29th July, 2026

For and on behalf the Board of
MACPOWER CNC MACHINES LIMITED

[Rupesh J. Mehta]
Chairman & Managing Director
DIN: 01474523

BOARD'S REPORT

ANNEXURE -1

PARTICULARS OF EMPLOYEES

The information required under Section 197(12) of the Act read with Rule 5(1) of the Companies (Appointment and Remuneration (Managerial Personnel) Rules, 2014 are given below:

- a. **The ratio of the remuneration of each director to the median remuneration of the employees of the Company for the financial year and the percentage increase in remuneration of each director, chief executive officer, chief financial officer, company secretary in the financial year:**

Name of Director/KMP	Designation	Ratio to median remuneration [annually]
*Rupesh J. Mehta	MD	9.23x
*Nikesh J. Mehta	WTD & CEO	6.15x
Vishal B. Mehta	CFO	2.01x
Kishor Kikani	CS	0.93x

*Mr. Rupesh J. Mehta having monthly remuneration byway of professional/Management Consultancy Fee of Rs.3 Lakhs plus 18% GST with effect from 01st October, 2025 and Mr. Nikesh J. Mehta having monthly remuneration byway of professional/Management Consultancy Fee of Rs.2 Lakhs plus 18% GST with effect from 01st October, 2025.

No sitting fees and commission paid to Non-Executive Directors & Independent Directors during the year under review.

- b. The percentage increases in the median remuneration of employees in the financial year: 54.76%.
- c. The number of permanent employees on the rolls of the company: 950+
- d. Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration: The average increase in the managerial remuneration for the F.Y 2025-26 is 8% to 14% and the average increase in the salary of employees other than managerial personnel for the FY 2025-26 is upto 7 to 13%. On an average, employees received an annual increase of upto 6%. The individual increments varied from 5% to 25% based on individual performance.

In order to ensure that remuneration reflects Company performance, the performance pay is also linked to organization performance, apart from an individual's performance.

BOARD'S REPORT

- e. **Affirmation that the remuneration is as per the remuneration policy of the Company:** The Company affirms that the remuneration of the Director and the employees of the Company are as per the remuneration policy of the Company.
- f. **The Statement of particulars of top ten employees who have drawn remuneration in the aggregate not less than One Crore Two Lakhs if employed throughout the Financial Year or Rupees Eight Lakh Fifty Thousand Per month if employed for a part of the Financial Year under Section 197(12) read with Rule 5(2)&(3) of the Companies (Appointment and Remuneration of Managerial Personnel), Rules, 2014:** The subject statement is not provided as during the financial year under review, no employee of the Company was in receipt of remuneration in excess of the limits set out in the said rules.

Place: Metoda, Rajkot
Date: 29th July, 2026

For and on behalf of the Board of
MACPOWER CNC MACHINES LIMITED

[Rupesh J. Mehta]
Chairman & Managing Director
DIN: 01474523

BOARD'S REPORT

ANNEXURE -2

Form No. AOC -2

[Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014]

Form for disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto.

1. Details of contracts or arrangements or transactions not at arm's length basis: NOT APPLICABLE

2. Details of material contracts or arrangement or transactions at arm's length basis:

Name(s) of the related party and nature of relationship:	Nature of contracts/ arrangements /transactions	Duration of the contracts/ arrangement/ transactions	Salient terms of the contracts or arrangements or transactions including the value, if any	Date(s) of approval by the Board	Amount paid as advances, if any
Modern Machine Tools [Proprietorship of Mrs. Raxaben Jagdish Mehta] [Relative of Directors]	Purchases [Repair, Parts and Tools/ Machinery]	Ongoing but Approved by Board of Directors Yearly	15.11 Lakhs	29.05.2025	---
	Sale [Repair, Parts and Tools/ Machinery]		147.69 Lakhs	29.05.2025	---
Macpower Industries [Proprietorship of Mr. Rupesh. J. Mehta] [Directors]	Purchases [Repair, Parts and Tools/ Machinery]	Ongoing but Approved by Board of Directors Yearly	0.04 Lakhs	29.05.2025	---
	Sale [Repair, Parts and Tools/ Machinery]		4.01 Lakhs	29.05.2025	---

Place: Metoda, Rajkot
Date: 29th July, 2026

For and on behalf of the Board of
MACPOWER CNC MACHINES LIMITED

[Rupesh J. Mehta]
Chairman & Managing Director
DIN: 01474523

BOARD'S REPORT

ANNEXURE -3

1. Brief outline on CSR Policy of the Company:

The company considers itself as Responsible Corporate and as a Responsible Corporate, Company's Philosophy is not just to abide by the Legal Laws but actively contribute to the social, environmental and economic development of the society in which company operates.

2. Composition of CSR Committee:

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.	Mr. Rajubhai Bhandari	Chairman of the Committee & ID	1	1
2.	Mr. Rupesh Mehta	Member of the Committee & MD	1	1
3.	Mr. Nikesh Mehta	Member of the Committee & CEO and WTD	1	1

3. Provide the web-link where Composition of CSR committee, CSR Policy and CSR projects approved by the board are disclosed on the website of the company: The Company has framed a CSR Policy in compliance with the provisions of Section 135 of the Companies Act, 2013 and the same is placed on the website of the Company and the web links for the same is as under:

- CSR Committee: <https://macpowercnc.com/board-committee-details/>
- CSR Policy: <https://macpowercnc.com/wp-content/uploads/2025/04/Corporate-Social-Responsibility-Policy.pdf>
- CSR projects approved by the Board: <https://macpowercnc.com/wp-content/uploads/2026/04/CSR-projects-approved-by-the-Board-for-FY-2025-26.pdf>

4. Provide the details of Impact assessment of CSR projects carried out in pursuance of sub-rule (3) of rule 8 of the Companies (Corporate Social Responsibility Policy) Rules, 2014, if applicable (attach the report): **Not Applicable**

- Average net profit of the company as per section 135(5): **2853.83 Lakhs**
 - Two percent of average net profit of the company as per section 135(5): **57.08 Lakhs**
 - Surplus arising out of the CSR projects or programmes or activities of the previous financial years: **Not Applicable**
 - Amount required to be set off for the financial year, if any: **Not Applicable**
 - Total CSR obligation for the financial year (7a+7b-7c): **57.10 Lakhs/ -**
- (a) CSR amount spent or unspent for the financial year:

Total Amount Spent for the Financial Year. (in Lakhs)	Amount Unspent (in Lakhs)				
	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.
57.10 Lakhs	NIL				

(b) details of CSR amount spent against ongoing projects for the financial year: **Nil**

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

BOARD'S REPORT

(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 Lakhs)	Mode of implementation on Direct (Yes/No).	Mode of implementation Through agency.	
				State.	District			Name.	CSR Registration number.
1.	Promoting Education	i	YES	Gujarat	Porbandar	57.10 Lakh	No	K R Educational Trust	CSR00034446
TOTAL						57.10 Lakh			

- (d) Amount spent in Administrative Overheads: **NIL**
- (e) Amount spent on Impact Assessment, if applicable: **Not Applicable**
- (f) Total amount spent for the Financial Year (8b+8c+8d+8e): **57.10 Lakhs**
- (g) Excess amount for set off, if any

Sl. No.	Particular	Amount (in Lakhs)
(i)	Two percent of average net profit of the company as per section 135(5)	57.08
(ii)	Total amount spent for the Financial Year	57.10
(iii)	Excess amount spent for the financial year [(ii)-(i)]	0.02
(iv)	Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any	0.43
(v)	Amount available for set off in succeeding financial years [(iii)-(iv)]	0.45

7. Details of Unspent CSR amount for the preceding three financial years: **Nil**
8. Whether any capital assets have been created or acquired through Corporate Social Responsibility amount spent in the Financial Year: **No**
- 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): **Not Applicable**
9. 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**

Sd/-
Rupesh Mehta
Chairman and Managing Director
DIN: 01474523

Sd/-
Rajubhai Bhandari
Chairman – CSR Committee
DIN: 07986563

Date: 29th July, 2026
Place: Metoda, Rajkot

BOARD'S REPORT

ANNEXURE -4

CONSERVATION OF ENERGY, RESERARCH AND DEVELOPMENT, TECHNOLOGY ABSORPTION AND FOREIGN EARNING & OUTGO

A. CONSERVATION OF ENERGY:

1. The steps taken or impact on conservation of energy: **Total 750KW Solar Plant installed** (550KW Solar Plant was installed during the FY 2024-25 and 200KW Solar Plant was installed during the FY 2020-21).

Installation of solar plant is company's one step towards self-reliance for captive power consumption

Solar Plant installation will help to reduce carbon footprint which leads to prevent greenhouse effects.

2. The steps taken by the company for utilizing alternate sources of energy:

Solar Plant installation

3. The capital investment on energy conservation equipment's:

Rs. 63.39 Lakhs in FY 2020-21 and Rs. 129 Lakh in FY24-25.

Total Energy Consumption

A. Power & Fuel Consumption		
Particulars	2025-26	2024-25
a) Electricity		
Purchased (KWH)(Units)	8,80,018	12,54,990
Total Amount	76,74,030	1,00,70,924
Average Rate Rs.	8.72	8.02
b) Coal	N.A.	N.A.
Quantity (MT)		
Total Amount (Rs. In Lacs)		
Average Rate Rs.		
c) Furnace Oil	N.A.	N.A.
Quantity (MT)		
Total Amount (Rs. In Lacs)		
Average Rate Rs.		
d) Solar Energy		
Generated (Units) during the year	10,30,000	3,59,752
B. Consumption for Unit of Production		
Particulars	2025-26	2024-25
Production (Nos)	1,649	1,382
Consumption per unit [Electricity (KWH)& Solar (Units)]	1,158	1,168

BOARD'S REPORT

B. TECHNOLOGY ABSORPTION –

- (i) the efforts made towards technology absorption: Nil
- (ii) the benefits derived like product improvement, cost reduction, product development or import substitution: Nil
- (iii) in case of imported technology (imported during the last three years reckoned from the beginning of the year under reference) –
 - a) Details of the technology imported;
 - b) The year of import;
 - c) Whether the technology has been fully absorbed and if not, areas where absorption has not taken place, and the reasons thereof: No technology Imported in last three years
- (iv) the expenditure incurred on Research and Development: NIL

C. FOREIGN EXCHANGE EARNING AND OUTGO:

- (i) Total foreign Exchange Earnings (FOB) during the year: INR 2,00,20,297/-
- (ii) Total foreign Exchange outgo (CIF) during the year: INR 24,14,04,081/-

Place: Metoda, Rajkot
Date: 29th July, 2026

For and on behalf of the Board of
MACPOWER CNC MACHINES LIMITED

[Rupesh J. Mehta]
Chairman & Managing Director
DIN: 01474523

BOARD'S REPORT

Annexure 5

Form No. MR -3
SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED ON 31ST MARCH, 202 6

*[Pursuant to section 204(1) of the Companies Act, 2013 and rule
No.9 of the Companies (Appointment and Remuneration Personnel) Rules, 2014]*

To,
The Members,
MACPOWER CNC MACHINES LIMITED
(CIN: L30009GJ2003PLC043419)
Plot No. 2234, Nr. Kranti Gate, GIDC Metoda,
Tal. Lodhika, Dist. Rajkot- 360021

We have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by MACPOWER CNC MACHINES LIMITED (hereinafter called the Company). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/ statutory compliances and expressing our opinion thereon.

Based on our 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, We hereby report that in our opinion, the Company has, during the audit period covering the financial year ended on 31st March, 2026, has 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:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by MACPOWER CNC MACHINES LIMITED ("the Company") for the financial year ended on 31st March, 2026, according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made thereunder and amendments thereto;
- (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, transfer and transmission of shares; as applicable;
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
 - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011 and amendments thereto;

BOARD'S REPORT

- (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015 and amendments thereto;
 - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018 and amendments thereto; **Not Applicable** to the Company during the Audit period.
 - (d) The Securities and Exchange Board of India (Share Based Employee Benefits and Sweat Equity) Regulations, 2021; **Not Applicable** to the Company during the Audit period.
 - (e) The Securities and Exchange Board of India (Issue and Listing of Non-Convertible Securities) Regulations, 2021; **Not Applicable** to the Company 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 and dealing with client. **Not applicable** to the Company during the Audit period.
 - (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2021; **Not Applicable** to the Company during the Audit period and
 - (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018; **Not Applicable** to the Company during the Audit period.
- (vi) The Company has identified the following laws as specifically applicable to the Company:
1. Explosive Act, 1884

We have also examined compliance with the applicable clauses of the following:

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India with respect to board and general meetings.
- (ii) The Listing Agreement entered into by the Company with National Stock Exchange of India Limited read with the Securities and Exchange Board of India (Listing of Obligations and Disclosure Requirement) Regulations, 2015.

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

We further report that

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. Further, During the year under review, there were no changes in the composition of Board of Directors and re-appointment of Managing Director and Whole-Time Director was duly made in compliance to the provisions of the Companies Act, 2013.

BOARD'S REPORT

Adequate notice was given to all 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.

All decisions at Board Meetings and at Committee Meetings have been carried out unanimously as recorded in the minutes of the meetings of the Board of Directors or Committees of the Board, as the case may be. There were no dissenting views on any matter.

We further report that based on review of compliance mechanism established by the Company and on the basis of the Management representation letter, we are of the opinion that the management has adequate systems and processes commensurate with its size and operations, to monitor and ensure compliance with all applicable laws, rules, regulations and guidelines.

For: K. P. Rachchh & Co.
Company Secretaries

Place : Rajkot
Date : 29th July, 2026
UDIN: F005156H000968294

Kalpesh P. Rachchh
Proprietor
FCS No.: 5156
C P No.: 3974

Peer Review Certificate No.: 6681/2025
Unique Identification Number: S2001GJ741100

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

BOARD'S REPORT

ANNEXURE A TO SECRETARIAL AUDIT REPORT

To,
The Members,
MACPOWER CNC MACHINES LIMITED
(CIN: L30009GJ2003PLC043419)
Plot No. 2234, Nr. Kranti Gate, GIDC Metoda,
Tal. Lodhika, Dist. Rajkot- 360021

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

1. Maintenance of Secretarial record is the responsibility of the management of the Company. Our responsibility is to express as opinion on these secretarial records based on our audit.
2. We have followed the audit practices and process 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.

We believe that the processes and practices, we followed provide a reasonable basis for our opinion.

3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
4. Where ever required, we 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 management. Our 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.

For: K. P. Rachchh & Co.
Company Secretaries

Place : Rajkot
Date: -29th July, 2026
UDIN: F005156H000968294

Kalpesh P. Rachchh
Proprietor
FCS No. : 5156
C P No.: 3974

Peer Review Certificate No.: 6681/2025
Unique Identification Number: S2001GJ741100

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

Pursuant to Regulation 34(2)(e) of SEBI LODR Regulations 2015, a Management Discussion and Analysis report is given below: -

1. BUSINESS OVERVIEW

Your Company is engaged in manufacturing of CNC Turning Centers, Vertical Machining Centers, Horizontal Machining Centers, Vertical Turret Lathe, Turn Mill Centers, Drill Tap Center, Twin Spindle VMC, 5 Axis and also Multi-Tasking with sub-spindle and Robotic Automation. Adding to the solution capabilities, Macpower has also offered Robotic Automation integrated with CNC machines to cope up the demand of technology driven machining excellence. CNC Machining is a process used in the manufacturing sector that involves the use of computers to control machine tools. Tools that can be controlled in this manner include lathes, mills, routers and grinders. CNC stands for Computer Numerical Control. On the surface, it may look like a normal PC that control the machines, but the computer's unique software and control console are what really set the system apart for use in CNC machining. Under CNC Machining, machine tools function through numerical control, a computer program is customized for an object and the machines are programmed with CNC machining language (called G-code) that essentially controls all features like feed rate, coordination, Position and RPM. With CNC machining, the computer can control exact positioning and speed.

Company's in house research and development approach allows us to offer customized solutions to our customers. Our Company Manufactures and Supplies CNC Metal Cutting Machines and well equipped with the latest infrastructure and equipment, well qualified skilled intellectual capital to support the manufacturing of high-end technology driven machines.

We have expanded our production capacity to nearly 2,500 machines per annum. The acquisition of approximately 13 acres of land (9 acres usable + 4 acres green zone) on a 30-year lease basis at a nominal rate will support debottlenecking of existing manufacturing processes, component production, and future expansion of manufacturing facilities, including backward integration. This will enable us to sustain an annual growth rate of around 20%.

Further, we have continued to grow our order book despite strong revenue execution during the year. This has resulted in our unexecuted order book increasing to Rs. 405.83 crores as on 31st March, 2026, from Rs. 330.95 crores at the beginning of the year.

For more information please go through our website <https://macpowercnc.com/about-us/>

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

2. ECONOMY OUTLOOK

a. **WORLD ECONOMY & OUTLOOK**

Global GDP growth is now forecast at 2.5 per cent in 2026, 0.2 percentage points below the January projection and well below pre-pandemic norms. A modest recovery is projected at 2.8 per cent in 2027. Solid labour markets, resilient consumer demand, and AI-driven trade and investment in select economies are expected to provide some support, but the downgrade underscores a further weakening of an already subdued global outlook.

The global economy is under stress as the crisis in the Middle East clouds the growth outlook, stokes inflationary pressures, and adds to uncertainty across financial markets. Global growth is now projected at 2.5 per cent in 2026 and 2.8 per cent in 2027—downward revisions to an already subdued outlook. Although these revisions are modest, forecast uncertainty has risen considerably, as outcomes hinge on the conflict's duration and scale; a faster-than-expected resolution could restore confidence, while a prolonged disruption would deepen the downgrade.

Source: <https://desapublications.un.org/publications/world&economicsituation-and-prospects-mid-2026>.

b. **INDIAN ECONOMY**

India economy has emerged as the fastest-growing major economy in the world and is expected to be one of the top three economic powers in the world over the next few years, backed by its robust democracy and strong partnerships.

India's real GDP grew by a robust 7.7% in FY26, solidifying its position as one of the world's fastest-growing major economies. This momentum is driven by sustained services sector expansion, a double-digit 10.8% growth in private investment, and gross capital formation reaching a 7.1% year-on-year increase

India's economic momentum continues to set it apart on the global stage. With a FY26 GDP growth rate of 7.7%, India has outpaced major economies, including China, the US, and much of Europe. Powered by reforms, infrastructure expansion, strong domestic demand, and digital transformation, India remains one of the world's most promising growth engines

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

Recent economic developments in India are as follows:

India is primarily a domestic demand-driven economy, with consumption and investments contributing to 70% of the economic activity. With India's economy showing resilient growth, supported by strong domestic demand, policy reforms, and a healthy investment pipeline, several new projects and developments are underway across key sectors. According to World Bank, India must continue to priorities lowering inequality while also putting growth-oriented policies into place to boost the economy.

Robust GDP Growth: The economy expanded by 7.8% year-on-year in the January–March quarter. Gross Capital Formation has seen its strongest growth in recent years, demonstrating high investment momentum.

Industrial & Manufacturing Strength: The Index of Industrial Production (IIP) and Purchasing Managers' Index (PMI) continue to reflect expansion, supported by steady domestic demand and inventory building.

The manufacturing sector is also expected to gain traction, driven by rising domestic demand, higher capacity utilisation and supportive government policies, including the Production-Linked Incentive (PLI) scheme and the National Manufacturing Mission, which are aimed at reinforcing the 'Make in India' initiative.

Source: <https://www.ibef.org/>

INDIAN ECONOMY OUTLOOK:

India enters FY27 with strong economic momentum supported by stable macroeconomic fundamentals, sustained policy support, and broad-based sectoral performance. Despite a challenging global environment, the economy has remained resilient, with robust growth, historically low inflation, improving labour market indicators, and strengthening external and financial buffers. Coordinated fiscal, monetary, and structural policies have reinforced macroeconomic stability while supporting investment, consumption, and inclusion.

Over the years, the Indian government has introduced many initiatives to strengthen the nation's economy. The Indian government has been effective in developing policies and programmes that are not only beneficial for citizens to improve their financial stability but also for the overall growth of the economy. Over recent decades, India's rapid economic growth has led to a substantial increase in its demand for exports. Besides this, a number of the government's flagship programmes, including Make in India, Start-up India, Digital India, the Smart City Mission, and the Atal Mission for Rejuvenation and Urban Transformation, are aimed at creating immense opportunities in India.

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

The emerging macroeconomic environment reflects an economy that is consolidating its gains while strengthening the foundations for sustained and inclusive growth.

India continues to demonstrate strong economic resilience despite external uncertainties, backed by robust domestic fundamentals and sustained private sector activity.

India's medium-term growth prospects remain supported by strong domestic drivers, with domestic consumption, investment, and services sector performance continuing to play a central role in economic expansion

India's GDP growth for FY26-27 is projected to moderate to 6.6% due to global headwinds, while remaining one of the fastest-growing major economies globally. The Reserve Bank of India (RBI) lowered its forecast from 6.9% amid inflation rising to 5.1%, high energy prices, and the West Asia conflict.

Growth in India is projected at 6.6% in FY27, as higher energy prices caused by the Middle East conflict and supply chain disruptions weigh on economic activity. But even with the slowdown, India remains among the fastest-growing major economies in the world, says the World Bank's latest economic update

Source: <https://www.pib.gov.in/> & <https://www.ibef.org/>

3. **INDUSTRY STRUCTURE AND DEVELOPMENT**

Machine Tools Industry

The market is driven by rapid industrialization across key manufacturing sectors, rising demand for precision engineering solutions, increasing adoption of automation technologies, and supportive government initiatives promoting domestic manufacturing capabilities. The expanding automotive and aerospace industries continue to stimulate substantial investments in advanced machining equipment, while the growing presence of foreign manufacturers establishing production facilities in the country further strengthens the India machine tools market share.

The machine tool industry is a fundamental pillar of Indian engineering's industrial sector. Machine tools are widely utilized by businesses in a variety of applications, including die molding, component production, aircraft, shipbuilding, electricals and electronics, healthcare, and consumer durables. Machine tool segment produces mother machines therefore plays a vital role in the technological up gradation, quality control and cost in the engineering & manufacturing sector.

The Indian machine tool industry is a significant contributor to the country's manufacturing sector, ranking 9th in production and 7th in consumption globally. The industry is experiencing strong growth, driven by increasing industrial automation, technological advancements like 3D printing, and government initiatives like "Make in India". Metal cutting machine tools are the largest and fastest-growing segment within the industry.

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

The India machine tools market is experiencing substantial growth impetus from comprehensive government initiatives designed to strengthen domestic manufacturing capabilities and reduce import dependency. Programs including the production linked incentive scheme, national capital goods policy, and make in India campaign have collectively created favorable conditions for manufacturing sector expansion and bolstered export competitiveness across multiple sectors. These policy interventions provide financial incentives, tax benefits, and infrastructure support encouraging domestic companies.

The India machine tools market is experiencing robust growth driven by the accelerating pace of industrialization and the expanding manufacturing sector across the country. The rising demand for precision-engineered components from automotive, aerospace, and defense industries continues to stimulate investments in advanced machining solutions.

The India machine tools market is witnessing a significant transformation with the integration of smart manufacturing technologies and digital solutions. Manufacturers are increasingly incorporating Internet of Things sensors, artificial intelligence capabilities, and real-time data analytics into their machining operations to enhance productivity and operational efficiency.

The India machine tools market is poised for substantial revenue expansion throughout the forecast period, driven by accelerating industrialization and manufacturing sector growth across the country. The market revenue is projected to demonstrate strong performance as demand intensifies from automotive, aerospace, defense, and precision engineering industries requiring advanced machining capabilities. Government initiatives promoting domestic manufacturing and import substitution are expected to stimulate significant investments in modern production facilities and machining infrastructure. The market generated a revenue of USD 1.83 Billion in 2025 and is projected to reach a revenue of USD 3.51 Billion by 2034, growing at a compound annual growth rate of 7.49% from 2026-2034.

Developments/ Road ahead:

Technology and Product Development

Having access to the latest technology is a key imperative for success in the Indian manufacturing sector. As companies look to source manufactured products from India, they expect the same level of technology and product development capability in India that is prevalent in other global markets. Indian machine tool manufacturers have responded to this challenge by focusing on improvement in capabilities and performance in technology, design and product development.

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

Productivity Improvement and Cost Reduction

The Indian manufacturing sector is highly competitive and continuous improvement in productivity and costs is imperative for players to sustain in the global market. Indian machine tool manufacturers have been focusing on critical areas such as, reduction of idle time, increased asset utilization; productivity through quality improvement; optimizing processes; leveraging IT to increase productivity and better management of productivity through appropriate performance metrics.

Design and Innovation Capability

With user industries becoming more demanding, the machine tools sector faces the need to develop increasingly complex machine tools, to meet their customized requirements. At the same time, product development cycle times need to be crunched. This indicates that it is imperative for players to invest in R&D and develop robust design and innovation capabilities.

Rising Adoption of Internet of Things (IoT) Technologies to Fuel Growth

One of the most prominent machine tools market trends is expected to be the increasing uptake of IoT in the manufacturing sector. This will be a result of escalating demand for information and access to information. Furthermore, producers are looking to bring down their production costs, streamline processes, and raise the safety quotient in their units. As a result, there is growing investment in IoT by manufacturers for improved management and control, which is propelling the machine tool market, especially CNC Machine tools.

Adoption of CNC Machine Tools in Medical Sector:

CNC machines are capable of producing sophisticated surgical instruments, tiny screws and everything in between. In addition, medical machined parts for the most complex devices require tight tolerances, which is capable through CNC machine tools. Adding to this, multi-tool and multi-axis machines, such as CNC Swiss turning centers, improve the manufacturing of medical parts with shorter cycle times and owing to the features allowing versatility during production. Moreover, several medical equipment manufacturers such as Pulse systems are focusing on adopting CNC machine tools for advancements in manufacturing.

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

The Future of Machine Tool industry:

Machine tool industry has emerged in the new avatar courtesy of Digitalization and Industry 4.0. One of the oldest and traditional industries, the machine tool industry has walked many miles to achieve the current status.

In the coming years, digitalization will completely transform the Machine tool industry and the merger of these dynamic elements will result in process efficiency and productivity. Although the industry is flooded with numerous solutions, it is essential to identify the space, which requires transformation and adopt solutions accordingly. The industry is witnessing innovative technological solutions in every aspect of the processes.

The sensor integration, utilization of artificial intelligence (AI), and the integration of sophisticated simulation features, enable the advancements in machine performance and overall equipment effectiveness (OEE). Additionally, the advanced sensors and modern ways of communication, controlling, and monitoring systems allows creating new opportunities for smart services and new business models in the machine tool market. The digitally enhanced services are about to become part of each OEM's portfolio in the future.

Along with various innovative technologies, the market is laden with new trends, which will help to boost the machine tool industry. In the current digital age, mass customization, reduced time-to-consumer, error proofing using latest technologies are a few trends that require enhanced machine flexibility. It is essential to comprehend the new machines and utilize them to achieve maximum efficiency. Additionally, core aspects such as price, usability, longevity, process speed, quality, and greater machine flexibility are few characteristics of new machines.

Currently, data security, open communication interfaces, new information & communication technology (ICT) are essential elements to integrate digital applications and prominent automation solutions. This process will help to transform the machine tools into user friendly tools in the future.

Advancements in hardware and software are changing the Machine Tool Industry. Industry trends in the coming years are likely to focus on these advancements, especially as they pertain to automation.

The machine tool industry is expected to see advancements in:

- a. CNC software advancements.
- b. Automated and IoT-ready machines.
- c. Artificial intelligence (AI).
- d. Inclusion of smart features and networks.

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

4. SWOT ANALYSIS:

STRENGTH

- Robust Team of Research & Development.
- Ever-growing production capacity.
- Wide range of products.
- Satisfied and prestigious Client base.
- Experienced and Visionary Management.
- Trained Workforce.
- Debt Free culture.
- Strong Operational and Financial Strength.
- Delivering value to end users.
- Strong tender/ Government Business.
- Dispatching Machines to defence sector, educational sector etc.

WEAKNESS

- Long manufacturing cycle.
- Inventory Maintenance of critical components.

OPPORTUNITIES

- High opportunities in defence sector:
Invoking Atmanirbhar Bharat (Self-Reliant India) initiative, the Ministry of Defence (MOD) has announced ban on the import of 101 items of defence equipment. As an equipment type comes under the import embargo, the military will be required to buy it from Indian defence manufacturers. This decision will offer great opportunity to the Indian defence industry to manufacture items on the negative list by using its own design and development capabilities or adopting the technologies designed and developed by the Defence R&D Organization to meet the requirements of the Armed Forces.
- Introducing PPP model in Indian Railways and privatization of trains helps to boost some changes in the Railway sector as a whole, with a positive impact on machine tool industry.
- Growing demand of capital goods in the market.
- Presence of fewer major players in the machine tools industry.
- Automation and artificial intelligence opening doors for machine tools manufactures to manufacture high end machines with specifications.
- 'Make in India' and 'Aatmanirbhar Bharat' abhiyan are triggering concepts for Indian Manufacturer and which will enhance in-house manufacturing and reduces burden of imports.
- There is opportunity and potentiality for Exporting of Machines and Machining components.

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

THREAT

Entry of global players in the machine tools industry.

Mobilization of funds in various segments of industry is very essential for demand pull in capital goods sector. This is to be maintained on macro-economic level otherwise poses a threat to capacity utilization of any machine tool company since, majority of machines roll out based on end user's loan facilities.

External factors such as political, environmental, technical etc

Competition from international players manufacturing/supplying in India.

Disclaimer: This information has been collected through secondary research and Company is not responsible for any errors in the same. All figures are approx.

Approach of Macpower

Your company is also taking all the stated points into consideration to take necessary steps to enter into newer industry segments, newer geographical markets, making changes in current product portfolio and incorporating feasible IoT to maintain the growth trajectory for it.

Your company is vigilant enough with above factors and use to have internal restructuring mechanism to counter the above-mentioned conditions to maximum extent.

5. PRODUCT WISE PERFORMANCE IN FY-2025-26:

Sales in value – Product wise in 2025-26

PARTICULARS	(INR in Lakh)
CNC	19,657
VMC	10,962
VTL	548
HMC/DCM	1,455
Total	32,622

Note: Revenue from operations in the balance sheet is total of Sales + Selling of Parts + Selling of Scrap. Your company operates in single segment and that's why segment wise performance reporting is not applicable to your company.

6. RISKS & CONCERNS

The Company has adopted a comprehensive and integrated risk appraisal, mitigation and management process. The risk mitigation measures of the Company are placed before the Board of Directors' periodically for review and improvement.

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

7. INTERNAL CONTROL SYSTEMS & THEIR ADEQUACY

Your Company has an effective internal control and risk-mitigation system, which are constantly assessed and strengthened with new/revised standard operating procedure. The Company's internal control system is commensurate with its size, scale and complexities of its operations. The main thrust of internal audit is to test and review controls, appraisal of risks and business processes, besides benchmarking controls with best practices in the industry.

The Audit Committee of the Board of Directors actively reviews the adequacy and effectiveness of the internal control systems and suggests improvements to strengthen the same, if needed. The Company has a robust Management Information System, which is an integral part of the control mechanism.

The Audit Committee of the Board of Directors, Statutory Auditors and Heads are periodically apprised of the internal audit findings and corrective actions taken. Audit plays a key role in providing assurance to the Board of Directors. To maintain its objectivity and independence, the Internal Audit functions reports to the Chairman of the Audit Committee.

8. OPERATIONAL PERFORMANCE

The following table gives an overview of the financial results of the Company:

[INR in Lakh]

Particulars	202 5-26	2024 -25	Change in %
Total Operating Revenue	33318	26182	27.26 %
EBITDA [Earnings before Interest, Tax, Depreciation and Amortization]	5890	4154	29.74 %
PBT [Before Exceptional Items]	4528	3540	27.90 %
PBT [Profit Before Tax]	4528	3463	30.74 %
PAT [Profit After Tax]	3387	2544	33.13 %
EPS [Earning Per Share]	33.86	25.43	33.13 %

Note: Revenue from operations in the balance sheet is total of Sales + Selling of Parts + Selling of Scrap. Your company operates in single segment and that's why segment wise performance reporting is not applicable to your company.

9. HUMAN RESOURCES

Your Company enjoys the support of committed and well satisfied human capital. Compensation packages offered by the company, recruitment process, training, motivation and performance appraisal, attract and retain the best talent. The Company had 950+ permanent employees as on March 31, 2026. Industrial relations remained cordial throughout the year. Further, during the year there has

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

been no complaints from employees and there are no strike/lockout/any such bitter event which effects the relationship between the Company and employees.

10. DETAILS OF SIGNIFICANT CHANGES IN KEY FINANCIAL RATIOS ALONG WITH EXPLANATIONS.

Ratio	Units	FY 25-26	FY 24-25	Change in %	Reasons in case of change is more than 25%
Current Ratio	Times	2.34	2.25	4%	-
Debt-Equity Ratio	is to	0.04	0.02	100%	The company has raised funds through Debt during the period which leads to increase in Debt -Equity ratio.
Debt Service Coverage Ratio	Times	229.01	385.30	-41%	Increase In debt leads to increase in debt service and capacity to recover such debt service decreases.
Inventory turnover ratio	Times	1.61	1.64	-2%	-
Trade Receivables turnover ratio	Times	8.27	9.33	-11%	-
Trade payables turnover ratio	Times	3.80	3.68	3%	-
Net capital turnover ratio	Times	2.86	2.99	-4%	-
Operating Profit Margin	%	14.06%	13.74%	2%	
Net profit ratio	%	10.17%	9.73%	5%	-
Return on Equity Ratio	%	19.36%	17.65%	10%	-
Return on Capital employed	%	26.24%	23.75%	10%	-
Return on investment	%	55.98%	45.92%	22%	-

11. DETAILS OF CHANGE IN RETURN ON NET WORTH AS COMPARED TO THE IMMEDIATELY PREVIOUS FINANCIAL YEAR ALONG WITH A DETAILED EXPLANATION THEREOF

As stated aforesaid there is change in return on net worth as compared to the immediately previous financial year Net worth is increased due to increase in Profitability of the Company.

Net worth as at the end of the year 2024-25 was Rs. 14282 Lakhs and in the year 2025-26 it is Rs. 17525 Lakhs.

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

12. DISCLOSURE OF ACCOUNTING TREATMENT:

The Company has followed all relevant Ind AS while preparing the financial statements.

Cautionary Statement:-

This document contains statements about expected events and financial and operational results of Company which are forward - looking. By their nature, forward-looking statements require the Company to make assumption; predictions and other forward looking statements may not prove to be accurate. Readers are cautioned not to place under reliance on forward-looking statements as a number of factors could cause assumptions, and actual results and events to differ materially from those expressed here.

Place: Metoda, Rajkot

Date: 29th July, 2026

For and on behalf of the Board of

MACPOWER CNC MACHINES LIMITED

[Rupesh J. Mehta]
Chairman & Managing Director
DIN: 01474523

CORPORATE GOVERNANCE REPORT

A report on corporate governance is set out in compliance with the corporate governance requirements as stipulated in SEBI (Listing obligations and Disclosure Requirements) Regulations, 2015.

I. COMPANY'S PHILOSOPHY ON THE CORPORATE GOVERNANCE.

The Company's philosophy on Corporate Governance is embedded in the rich legacy of ethical governance practices. This includes its corporate and other structures, its culture, policies and the manner in which it deals with various stakeholders. Accordingly, timely and accurate disclosure of information regarding the financial situation, performance, ownership and governance of the company is an important part of corporate governance.

Integrity, accountability, transparency and compliance with laws which are the columns of good governance are connected in the Company's robust business practices to ensure ethical and responsible leadership both at the Board and the Management Level.

Your company has complied with the requirement of corporate governance as laid down under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

II. BOARD OF DIRECTORS

The Board of Directors of the Company is duly constituted. The Composition of Board of Directors of the Company comprises of Executive and Non-Executive directors as on 31st March, 2026, the board of directors of the company consists of six (6) directors out of which four (4) are Non-Executive and amongst the four (4) Non-Executive Directors Three (3) are independent directors and one (1) is Woman Non-Executive director which is in conformity with SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015("Listing Regulations") and the Company's Act, 2013 ("ACT").

Independent Directors are non-executive directors as defined under Regulation 16(1)(b) of the SEBI Listing Regulations and Section 149(6) of the Act along with rules framed thereunder. In terms of Regulation 25(8) of SEBI Listing Regulations, they have confirmed that they are not aware of any circumstance or situation which exists or may be reasonably anticipated that could impair or impact their ability to discharge their duties. Based on the declarations received from the Independent Directors, the Board of Directors has confirmed that they meet the criteria of independence as mentioned under Regulation 16(1)(b) of the SEBI Listing Regulations and that they are independent of the management. Further, the Independent Directors have included their names in the data bank of Independent Directors maintained with the Indian

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Institute of Corporate Affairs in terms of Section 150 of the Act read with Rule 6 of the Companies (Appointment & Qualification of Directors) Rules, 2014.

a. Composition/ Category of Directors/ Attendance at Meetings/ Directorships and Committee Memberships in other companies:

The composition of Board of Directors is as follows:

Sr. No	Name of Directors	Category	Number of Board Meetings Attended out of 7 (Seven) Meetings held in 2025-26	Whether attended last AGM	Number of Directorships and Committee Membership / Chairmanship (Including Macpower CNC Machines Ltd.)		
					Directorship *	Committee Membership **	Committee Chairmanship **
1.	Mr. Rupesh J. Mehta	Promoter/ MD	7	Yes	1	2	-
2.	Mr. Nikesh J. Mehta	Promoter/ WTD&CEO	7	Yes	1	1	-
3.	Mrs. Riya R. Mehta	Promoter Group/NED -Woman	7	Yes	1	-	-
4.	Mr. Rajubhai Bhandari	ID	7	Yes	1	2	2
5.	Mr. Devenbhai Doshi	ID	7	No	1	1	-
6.	Mr. Maulik Mokariya	ID	7	No	3	-	-

* This excludes Directorship held in Private & Foreign Companies and Companies incorporated under Section 8 of the Companies Act, 2013.

** Committees include only details of Audit Committee and Stakeholders' Relationship Committee of Public Company.

None of the Directors is a director in more than 20 Companies and more than 10 public limited Companies, in terms of Section 165 of the Companies Act, 2013. Also, none of the Directors is a member of neither more than 10 Committees, nor acts as Chairman of more than 5 Committees across all Companies in which they are Directors, as required under Regulation 26 of the Listing Regulation. The Independent Directors fulfill the requirements stipulated in Regulation 25 of the Listing Regulations.

b. Disclosures pertaining to directors:

The SEBI (Listing Obligations & Disclosure Requirements) (Amendment) Regulations, 2018 introduced requirement to disclose separately the names of the listed entities, where the persons are a director and the category is of directorship. The details of all directors are as below:

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Sr. No	Name of Directors	Name of Listed Company in which he/she is Director	Type of Directorship
1.	Mr. Rupesh J. Mehta	Macpower CNC Machines Limited	MD
2.	Mr. Nikesh J. Mehta	Macpower CNC Machines Limited	WTD
3.	Mrs. Riya R. Mehta	Macpower CNC Machines Limited	NED
4.	Mr. Rajubhai Bhandari	Macpower CNC Machines Limited	ID
5.	Mr. Devenbhai Doshi	Macpower CNC Machines Limited	ID
6.	Mr. Maulik Mokariya	Macpower CNC Machines Limited	ID

Skills / expertise / competencies of Directors

As per the Listing Regulations, The Board of Directors has identified certain parameters in the context of Company's business to measure the skills, expertise and competence of the directors. These parameters include:

- Business Leadership
- Operational Experience
- Strategic Planning
- Risk Management
- Corporate Governance
- Research Development and Innovation
- Human Resource Management
- Financial, Regulatory and Legal

The Board of Macpower CNC Machines Limited has a diversified board. The directors hold adequate qualification and experience and possess specialization in their respective fields. Each of the Directors is skilled, expert and competent in the area of his/her specialization and provides considerable contribution and support in operations of your Company.

Sr. No.	Name of Directors	Skills/ Expertise
1	Mr. Rupesh J. Mehta	Business Leadership Operational Experience Strategic Planning Risk Management Corporate Governance Research Development and Innovation Human Resource Management Financial, Regulatory and Legal
2	Mr. Nikesh J. Mehta	Operational Experience Strategic Planning Risk Management Corporate Governance Research Development and Innovation

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3	Mrs. Riya R. Mehta	Risk Management Corporate Governance Human Resource Management
4	Mr. Rajubhai Bhanderi	Corporate Governance Financial, Regulatory and Legal Risk Management
5	Mr. Devenbhai Doshi	Corporate Governance Risk Management Human Resource Management
6	Mr. Maulik Mokariya	Corporate Governance Financial, Regulatory and Legal Risk Management Human Resource Management

c. No. of Board Meetings held during the Financial Year 2025-26 and dates on which held:

The Board held Seven (7) meetings during the Financial Year 2025-26 on:

Sr. No.	Date of Board Meetings	Place
1	29.05.2025	Registered Office
2	06.08.2025	
3	13.09.2025	
4	13.11.2025	
5	09.01.2026	
6	10.02.2026	
7	30.03.2026	

During FY 2025-26, none of resolutions were passed by circulation.

d. Disclosure of relationships between directors inter-se.

Mr. Rupesh Mehta, Chairman and Managing director (DIN: 01474523) of the Company is brother of Mr. Nikesh Mehta, Whole time director (DIN: 01603779) and husband of Mrs. Riyaben Mehta, Non-Executive Director (DIN: 01603726). of the Company. Other directors as per their category are independent and not related with in any way.

e. Number of share and convertible instruments held by each director as on 31st March, 2026:

Name of director	Number of shares held	Number of convertible instruments held
Mr. Rupesh J. Mehta	3153526	Nil
Mr. Nikesh J. Mehta	381056	Nil
Mrs. Riyaben Mehta	1814982	Nil
Mr. Rajubhai Bhanderi	Nil	Nil
Mr. Devenbhai Doshi	Nil	Nil
Mr. Maulikbhai Mokariya	Nil	Nil

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f. Independent Directors:

The Independent Directors, who are from diverse fields of expertise and have long standing experience and expert knowledge in their respective fields are very relevant as well as of considerable value for the Company's business. As a part of familiarization programs as required under Listing Regulations, the Directors have been appraised during the Board Meetings about the amendments to the various enactments viz., Companies Act, 2013 (the Act), Listing Regulations, Code of Conduct for Prevention of Insider Trading and Code of Practices and Procedures for Fair Disclosure of Unpublished Price Sensitive Information etc.

During the year, a separate meeting of the Independent Directors was held on 06.08.2025, without the presence of Non-Executive Directors / Managing Director/ Management to discuss the matter as required/agreed amongst them.

Further familiarization programs and the terms & conditions of appointment of the Independent Directors as required under the Companies Act, 2013 & Listing Regulations are updated on the Company's website at <https://macpowercnc.com/> i.e. <https://macpowercnc.com/wp-content/uploads/2025/04/TermsandConditionsofappointmentofindependentdirectors.pdf>

In the opinion of the Board of Directors, the Independent Directors fulfill the conditions specified in SEBI (Listing obligations and Disclosure Requirements) Regulations, 2015 and are Independent of the Management.

No independent director has resigned during the financial year 2025-26.

g. Formal annual evaluation:

The Board of Directors, Nomination & Remuneration Committee and Independent Director has carried out an annual evaluation of its own performance, its Committees and individual Directors pursuant to the requirements of the Act and the Listing Regulations.

h. Function and Procedure of Board:

Board meets regularly to make and review policies. Board's role, functions and responsibility are well defined. All relevant information as required under the Listing Regulation and Companies Act, 2013 as amended from time to time is regularly placed before the Board. Further the Board periodically reviews the compliance reports submitted by the management in respect of all laws applicable to the Company.

COMMITTEES OF THE BOARD

- III. AUDIT COMMITTEE:** Your Company has an Audit Committee at the Board level with the powers and role that are in accordance with Listing Regulations and Companies Act, 2013.

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a. Terms of Reference:

The Audit Committee acts on the terms of reference given by the Board pursuant to Section 177 of the Act and Regulation 18 of the Listing Regulations. The Committee acts as a link between the Management, the Statutory Auditors, the Internal Auditors, the Cost Auditors, Secretarial Auditors and the Board of Directors. The scope of functioning of the Audit Committee is to review, from time to time, the internal control system & procedures and its adequacy. The Committee reviews accounting policies and financial reporting system & procedures of the Company. It ensures that the financial statements are correct, sufficient and credible and also such other functions as may prescribe from time to time by Regulatory Authorities. The Audit Committee is vested with the necessary powers to achieve its objectives.

b. Composition, name of Members & Chairman, Meetings held during the year and attendance at meetings:

The Audit Committee presently consists of Two Non-Executive Independent Directors and one Executive Director. The Audit Committee meets regularly as stipulated in Regulation 18 of the Listing Regulations. The Executive Directors, Internal Auditors and the Statutory Auditors are permanent invitees to the meetings of the Committee. The Secretarial Auditors and Cost Auditor are also invited to attend the Audit Committee Meetings, as and when required.

The details of composition of the Audit Committee, meetings held during the year and attendance of members are as under:

Sr. No.	Name of Director	Category	Member/ Chairman	No. of Meetings attended out of Five (5) meetings held during the year 2025-26
1.	Mr. Rajubhai Bhandari	Independent, Non-executive Director	Chairman	5
2.	Mr. Devenbhai Doshi	Independent, Non-executive Director	Member	5
3.	Mr. Rupesh Mehta	Executive Director	Member	5

During the financial year 2025-26, Five (5) meetings of the Audit Committee were held as per details given below:

Sr. No.	Date of Meetings	Place
1	29.05.2025	Registered Office
2	06.08.2025	
3	13.09.2025	
4	13.11.2025	
5	10.02.2026	

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IV. NOMINATION AND REMUNERATION COMMITTEE:

a. Terms of Reference:

The terms of reference and Role of the Nomination and Remuneration Committee are as per the provisions of Section 178 of the Act and Regulation 19 of the Listing Regulations, which includes Devising a policy on Board diversity, Identifying persons who are qualified to become directors and who may be appointed in senior management in accordance with the criteria laid down, and recommend to the Board their appointment and removal, determination of qualifications, positive attributes and independence of a director and recommend to the Board a policy, relating to the remuneration of the directors, key managerial personnel and other employees and also formulating performance evaluation criteria. The Committee also ensures equity, fairness and consistency. The recommendations of the Nomination and Remuneration Committee are considered and approved by the Board, subject to the approval of Members, wherever necessary.

The policy is framed by the Nomination and Remuneration Committee and approved by the Board, which includes performance evaluation criteria for Independent Directors is disclosed on the website of the Company at

<https://macpowercnc.com/wp-content/uploads/2025/04/Nomination-and-Remuneration-Policy.pdf>

The powers, role and terms of reference of the nomination and remuneration committee covers the areas as contemplated under regulation 19 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and section 178 of the Company's Act, 2013, besides other terms as may be referred by the Board of Directors.

b. Composition, name of Members & Chairman, Meetings held during the year and attendance at meetings:

The Nomination and Remuneration Committee presently consist of two Independent Non-Executive Directors and one Non-Executive Director. The Chairman is an Independent Non-Executive Director.

The details of composition of the Nomination and Remuneration Committee, meetings held during the year and attendance of members are as under:

Sr. No.	Name of Director	Category	Member/ Chairman	No. of Meetings attended out of One (1) meetings held during the year 2025-26
1.	Mr. Rajubhai Bhanderi	Independent, Non-executive Director	Chairman	1
2.	Mr. Devenbhai Doshi	Independent, Non-executive Director	Member	1
3.	Mrs. Riyaben Mehta	Non-Executive Director	Member	1

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During the financial year 2025-26, One (1) meetings of the Nomination and Remuneration Committee were held as per details given below:

Sr. No.	Date of Meetings	Place
1	06.08.2025	Registered Office

c. **Policy for selection and appointment of Directors and their remuneration:**

The Nomination and Remuneration (N&R) Committee has adopted a Policy which, inter alia, deals with the manner of selection of Board of Directors and Key Managerial Personnel and their remuneration are as under:

i. **Appointment criteria and qualification:**

The Committee shall identify and ascertain the integrity, qualification, expertise and experience of the person for appointment as Director in terms of Diversity Policy of the Board and recommend to the Board his / her appointment.

A person should possess adequate qualification, expertise and experience for the position he / she is considered for the appointment of KMP (other than Managing / Whole time Director) or Senior Management Personnel. Further, for administrative convenience, the appointment of KMP (other than Managing / Whole time Director) or Senior Management, the Managing Director is authorized to identify and appoint a suitable person for such position. However, if the need be, the Managing Director may consult the Committee / Board for further directions / guidance.

ii. **Remuneration Policy:**

The Company has a standard remuneration policy for the Executive and Non-Executive Directors, which is periodically reviewed by the Nomination and Remuneration Committee, are as under.

The remuneration / commission / sitting fees, as the case may be, to the Non-Executive / Independent Director, shall be in accordance with the provisions of the Act and the Rules made thereunder for the time being in force or as may be decided by the Committee / Board / Shareholders.

An Independent Director shall not be entitled to any stock option of the Company unless otherwise permitted in terms of the Companies Act, 2013 and Listing Regulation, as amended from time to time

The remuneration / compensation / commission, etc., as the case may be, to the Managing / Whole Time Director will be determined by the Committee and recommended to the Board for approval. Subject to the prior / post approval of the shareholders of the Company, wherever required and shall be in accordance with the provisions of the Act and Rules made thereunder.

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Further, the Managing Director of the Company is authorized to decide the remuneration of KMP (other than Managing / Whole time Director) and Senior Management, and which shall be decided by the Managing Director based on the standard market practice and prevailing HR policies of the Company

The Board has approved Nomination and Remuneration Policy which has been uploaded on the website of the Company at <https://macpowercnc.com/wp-content/uploads/2025/04/Nomination-and-Remuneration-Policy.pdf>

d. Details of Remuneration to all the Directors:

The Details of remuneration/sitting fees paid/payable to the Directors for the financial year 2025-26 are as under:

Name of director	Salary, Allowance, Perquisites and other benefits	Performance-linked Income/Bonus / Commission Paid or Payable***	Stock Option**	Pension	Sitting Fees Paid
Executive Directors					
Mr. Rupesh J. Mehta*	36 Lakhs	-	-	-	-
Mr. Nikesh J. Mehta*	24 Lakhs	-	-	-	-
Non-Executive Directors					
Mrs. Riyaben Mehta	-	-	-	-	-
Mr. Rajubhai Bhandari	-	-	-	-	-
Mr. Devenbhai Doshi	-	-	-	-	-
Mr. Maulik Mokariya	-	-	-	-	-

* Service Contract/ Notice Period/ Severance Fees are as per Agreement entered with Managing Director and Whole Time Director.

Mr. Rupesh J. Mehta having monthly remuneration byway of professional/ Management Consultancy Fee of Rs.3 Lakhs plus 18% GST with effect from 01st October, 2025 and Mr. Nikesh J. Mehta having monthly remuneration byway professional/ Management Consultancy Fee of Rs.2 Lakhs plus 18% GST with effect from 01st October, 2025.

**The Company is not having stock option scheme therefore the same is not applicable.

***Commission is payable to Managing Director and Whole Time Director only, as per the terms of Contract entered into between the Company and the Managing Director & Whole Time Director, if any.

e. Pecuniary Relationship with Non-Executive Directors:

None of the Non-Executive Directors has any pecuniary relationship or transactions with the Company.

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f. Performance evaluation criteria for independent directors:

Each Independent director shall be evaluated by all other directors of the Board BUT not by HIM/HER

Evaluation criteria based on professional conduct:

- 1) Whether ID upholds ethical standards of integrity and probity?
- 2) Whether ID acts objectively and constructively while exercising their duties?
- 3) Whether ID exercises his/her responsibilities in a bona fide manner in the interest of the Company?
- 4) Whether ID devotes sufficient time and attention to his/her professional obligations for informed and balanced decision making?
- 5) Whether ID not allow any extraneous considerations that will vitiate his/her exercise of objective independent judgment in the paramount interest of the Company as a whole, while concurring in or dissenting from the collective judgment of the Board in its decision making?
- 6) Whether ID does not abuse his/her positions to the detriment of the Company or its shareholders or for the purpose of gaining direct or indirect personal advantage or advantage for any associated person?
- 7) Whether ID refrains from any action that would lead to loss of his/her independence?
- 8) Where circumstances arise which make an independent director lose his/her independence, whether the independent director has immediately informed the Board accordingly?
- 9) Whether ID assists the Company in implementing the best corporate governance practices?

Evaluation criteria based on Role and functions:

- 10) Whether ID helps in bringing an independent judgment to bear on the Board's deliberations especially on issues of strategy, performance, risk management, resources, key appointments and standards of conduct?
- 11) Whether ID brings an objective view in the evaluation of the performance of Board and management?
- 12) Whether ID scrutinizes the performance of management in meeting agreed goals and objectives and monitor the reporting of performance?
- 13) Whether ID satisfies himself/herself on the integrity of financial information and that financial controls and the systems of risk management are robust and defensible?
- 14) Whether ID has taken actions to safeguard the interests of all stakeholders, particularly the minority shareholders?
- 15) Whether IDs balances the conflicting interest of the stakeholders?
- 16) Whether ID during the Board/ Committee meetings along with other members determines appropriate levels of remuneration of executive directors, key managerial personnel and senior management have a prime role in appointing

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and where necessary recommend removal of executive directors, key managerial personnel and senior management?

- 17) Whether ID moderates and arbitrates in the interest of the Company as a whole, in situations of conflict between management and shareholder's interest?

Evaluation criteria based on Duties:

- 18) Whether ID undertakes appropriate induction and regularly update and refresh his/her skills, knowledge and familiarity with the Company?
- 19) Whether ID seeks appropriate clarification or amplification of information and, where necessary, take and follow appropriate professional advice and opinion of outside experts?
- 20) Whether IDs strive to attend all meetings of the Board of Directors and of the Committees of which he/she is a member?
- 21) Whether ID participates constructively and actively in the Committees of the Board in which he/she is chairperson or member?
- 22) Whether ID strives to attend the general meetings of the Company?
- 23) Where ID has concerns about the running of the Company or a proposed action, whether he/she ensures that these are addressed by the Board and, to the extent that they are not resolved, insist that their concerns are recorded in the minutes of the Board meeting?
- 24) Whether ID does not unfairly obstruct the functioning of an otherwise proper Board or Committee of the Board?
- 25) Whether ID gives sufficient attention and ensure that adequate deliberations are held before approving related party transactions and assure himself/herself that the same are in the interest of the Company?
- 26) Whether ID ascertains and ensures that the Company has an adequate and functional vigil mechanism and also ensures that the interests of a person who uses such mechanism are not prejudicially affected on account of such use?
- 27) Whether ID reports concerns about unethical behaviour, actual or suspected fraud or violation of the Company's Code of Conduct?
- 28) Whether ID acts within his/her authority, assist in protecting the legitimate interests of the Company, shareholders and its employees?
- 29) Whether ID does not disclose confidential information, including commercial secrets, technologies, advertising and sales promotion plans, unpublished price sensitive information, unless such disclosure is expressly approved by the Board or required by law?

V. STAKEHOLDER RELATINSHIP COMMITTEE:

The Stakeholders Relationship Committee, amongst the areas, mentioned in Regulation 20 of the Listing Regulations and Section 178 of the Act is ensuring expeditious redressal of shareholders' and investors' complaints like non-receipt of annual report, non-receipt of share certificates upon transfer of shares, dematerialization/re-materialization, transfer/ transmission, split/consolidation of shares etc.

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The details of Composition of the Committee are as under:

Sr. No.	Name of Director	Category	Member/ Chairman	No. of Meetings attended out of One (1) meetings held during the year 2025-26
1.	Mr. Rajubhai Bhanderi	Independent, Non-executive Director	Chairman	1
2.	Mr. Nikesh Mehta	Executive Director	Member	1
3.	Mr. Rupesh Mehta	Executive Director	Member	1

During the financial year 2025-26, One (1) meetings of the Stakeholders Relationship Committee were held as per details given below:

Sr. No.	Date of Meetings	Place
1	06.08.2025	Registered Office

Mr. Kishor Kikani, Company Secretary is the Compliance Officer.

The details of investors' complaints received and resolved during the Financial Year 2025-26 are as under:

No. of investors' complaints received during the Year	No. of investors' complaints Resolved during the year	Investors' complaints pending at the end of the year
--	--	--

VI. CORPORATE SOCIAL RESPONSIBILITY COMMITTEE

The Corporate Social Responsibility Committee was constituted in accordance with the provisions of section 135 of the Companies Act, 2013 and rules made there under. Amongst the areas, mentioned under the Companies Act, 2013, is to formulate policy and monitoring activities of Corporate Social Responsibility spending.

The terms of reference and role of the Corporate Social Responsibility Committee are as mentioned in policy formulated in line with schedule VII to the Companies Act, 2013 and Rules made thereunder, same is disclosed on the website of the Company at <https://macpowercnc.com/wp-content/uploads/2025/04/Corporate-Social-Responsibility-Policy.pdf>

The details of composition of the Corporate Social Responsibility Committee meeting held during the year and attendance of members are as under:

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Sr. No.	Name of Director	Category	Member/ Chairman	No. of Meetings attended out of One (1) meetings held during the year 2025-26
1.	Mr. Rajubhai Bhandari	Independent, Non-executive Director	Chairman	1
2.	Mr. Rupesh Mehta	Executive Director	Member	1
3.	Mr. Nikesh Mehta	Executive Director	Member	1

During the financial year 2025-26, One (1) meeting of the Corporate Social Responsibility Committee was held as per details given below:

Sr. No.	Date of Meetings	Place
1.	29.05.2025	Registered Office

VII. RISK MANAGEMENT COMMITTEE

The Company was not required to frame Risk Management Committee pursuant to Regulation 21 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and accordingly not constituted, however the board of directors is responsible for framing, implementing and monitoring the risk management plan for the listed entity and Audit Committee of the Company also evaluating Risk Management Systems.

VIII. SENIOR MANAGEMENT:

Changes in Senior Management since the close of the previous financial year:

Sr.No	Names	Designation
1.	Mr. Rupesh J. Mehta	Managing Director (No Change)
2.	Mr. Nikesh J. Mehta	Whole-Time Director(WTD) and Chief Executive Officer(CEO) (No Change)
3.	Mr. Vishal B. Mehta	CFO (No Change)
4.	Mr. Kishor Kikani	CS (No Change)

IX. SUBSIDIARY COMPANIES:

The requirement of formulating a specific policy on dealing with material subsidiaries doesn't arise as the Company has no Subsidiary as on date.

X. GENERAL BODY MEETINGS:

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a. Details of last three AGM/general meetings are as under:

YEAR	AGM/EGM	LOCATION	DATE	TIME	Special Resolutions passed for
22-23	AGM	Registered office at Plot No. 2234, Nr.Kranti Gate, GIDC Metoda, Tal-Lodhika, Gujarat, Rajkot-360021.	22 nd September, 2023	2:00 p.m.	Nil
23-24	AGM		27 th September, 2024	2:00 p.m.	Nil
24-25	AGM		17 th September, 2025	2:00 p.m.	1. Reappointment of Mr. Rupesh Jagdishbhai Mehta (DIN: 01474523) as a Managing director of the Company and to fix his remuneration. 2. Reappointment of Mr. Nikesh Jagdish Mehta (DIN: 01603779) as a Whole-time director (WTD) of the Company and to fix his remuneration.

b. Passing of Resolution by Postal Ballot:

None of special resolution was passed by way of postal ballot during the financial year ended March 31, 2026. As on date, the Company does not have any proposal to pass any special resolution by way of postal ballot.

XI. DISCLOSURES:

a. Related Party Transactions:

Transactions with related parties, as per requirements of Indian Accounting Standard (Ind AS) 24 are disclosed in the notes to accounts annexed to the financial statements. All the transactions with related parties were in the ordinary course of business and on arm's length basis. In terms of Regulation 23 of Listing Regulations the Company has obtained prior approval of the Audit Committee for entering into any transaction with related parties. The Audit Committee granted omnibus approval for certain transactions to be entered into with the related parties which are repetitive in nature, during the year. Statement giving details of all related party transactions entered into pursuant to the omnibus approval so granted is placed before the Audit Committee and the Board of Directors for their approval on a quarterly basis.

Policy on dealing with Related Party Transactions can be viewed on the Company's website at <https://macpowercnc.com/wp-content/uploads/2025/04/Policy-on-Materiality-of-Related-Party-Transactions-and-Dealing-with-Related-Party-Transactions.pdf>

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b. Details of non-compliance by the Company, penalties and strictures imposed on the Company by the Stock Exchanges or SEBI or any statutory authorities or any matter related to capital markets during the last three years:

No strictures or penalties have been imposed on the Company by the Stock Exchanges or by the Securities and Exchange Board of India (SEBI) or by any statutory authority on any matters related to capital markets in the last three years.

c. Whistleblower Policy:

The Company has formulated Whistleblower Policy in conformity with the Regulation 22 of the Listing Regulation and Section 177 of the Companies Act, 2013, to provide a mechanism for directors and employees of the company to approach the Chairman of the Audit Committee of the Company for the purpose of dealing with instance of fraud and mismanagement, if any and also ensure that whistleblowers are protected from retribution, whether within or outside the organization. No personnel have been denied access to the Audit Committee, if any, during the year.

The Company's Whistleblower Policy is on the Company's website at <https://macpowercnc.com/wp-content/uploads/2025/04/Vigil-Mechanism-Whistle-Blower-Policy.pdf>

d. Details of compliance with mandatory requirements and adoption of the non-mandatory requirements of Listing Regulation:

Mandatory: During the year, the Company has fully complied with the mandatory requirements as stipulated in Listing Regulations. Further Company has disseminated report on compliance with corporate governance requirements as specified in regulation 17 to 27 and 46(2) on its website at <https://macpowercnc.com/corporate-governance-report-2/> and also submitted with NSE.

Non-Mandatory: The Company has adopted Non- Mandatory requirements of C & E of the Non-Mandatory requirements as provided in Part E of Schedule II to the Listing Regulations and not adopted A, B, D F and G since they are discretionary requirements.

e. Commodity Price Risk and Hedging activities:

Company is a sizable user of various commodities, which exposes it to the price risk on account of procurement of commodities. The company has drawn a hedging policy for activities exposed to foreign exchange fluctuations including for imports of goods.

f. Details of utilization of funds raised through preferential allotment or qualified institutions placement as specified under Regulation 32 (7A): Not applicable.

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- g. **Disclosure by listed entity and its subsidiaries of 'Loans and advances in the nature of loans to firms/companies in which directors are interested by name and amount':** Not applicable.
- h. **Details of material subsidiaries of the listed entity; including the date and place of incorporation and the name and date of appointment of the statutory auditors of such subsidiaries – Not Applicable as Company has no subsidiaries:** Not applicable.
- i. **Disclosure of certain types of agreements binding listed entities:** There is no such type of agreements binding company.

XII. RISK MANAGEMENT:

The management of the Company has identified some of the major areas of concern having inherent risk, viz. Foreign Currency Fluctuation, Client Concentration, Technology Risks, noncompliance risk and Credit Control. The processes relating to minimizing the above risks have already been put in place at different levels of management. The management of the Company reviews the risk management processes and implementation of risk mitigation plans periodically. The processes are continuously improved.

XIII. GENERAL CODE OF CONDUCT:

The Company has formulated and implemented a General Code of Conduct (Copy available on Company's website at <https://macpowercnc.com/wp-content/uploads/2025/04/Policy-on-Code-of-Conduct.pdf> for all its Directors and Senior Management of the Company in compliance with Listing Regulation. All the Board Members and Senior Management of the Company have affirmed compliance with the Said Code of Conduct for the financial year ended March 31, 2025. A declaration by the Whole-Time Director & CEO affirming compliance with the said Code of Conduct by Board Members and Senior Management is annexed at the end of the Report and forms part of this Report.

XIV. CODE OF CONDUCT FOR PREVENTION OF INSIDER TRADING:

The Board of Directors has framed a policy for code of practices and procedures for fair disclosure of unpublished price sensitive information as per SEBI (Prohibition of Insider Trading) (Amendment) Regulations, 2018 and the Rules made thereunder. The said policy can be accessed on the Company's website at <https://macpowercnc.com/wp-content/uploads/2025/04/Code-of-Conduct-for-prevention-of-Insider-Trading-and-Fair-Disclosure-of-Unpublished-Price-Sensitive-Information-1.pdf>

The necessary preventive actions, including Closure of Trading Window around the time of any price sensitive events or information, are taken. All the Designated

CORPORATE GOVERNANCE REPORT

Persons have given declaration affirming compliance with the said Code for the year ended 31 March, 2026.

XV. CEO & CFO CERTIFICATION:

In accordance with the requirements of Regulation 17 (8) of Listing Regulation, a certificate from Whole-Time Director & CEO and Chief Financial Officer of the Company, on the financial statements of the Company for year end on 31.03.2026 was placed before the Board in the Meeting held on May 27, 2026 and the same is annexed to this report, also forms part of this Annual Report.

XVI. REPORT ON CORPORATE GOVERNANCE:

This Corporate Governance Report forms part of the Annual Report. Certificate obtained from the Secretarial Auditor M/s. K.P. Rachchh & Co. practicing company secretary confirming compliance with the conditions of Corporate Governance as stipulated in Listing Regulations and the same is annexed to this report, also forms part of this Annual Report.

XVII. MEANS OF COMMUNICATION:

The Company has a practice to publish Quarterly\Annual results in at least 1 English language National Daily newspaper circulating in the whole or substantially the whole of India and in one daily newspaper published in the language of the region, where the registered office of the Company is situated i.e. in Gujarati Language and also to put the same on its website at www.macpowercnc.com. The aforesaid financial results are also disclosed on (www.nseindia.com) website of NSE where the Company's securities are listed, immediately after these are approved by the Board. Moreover, a direct communication is also made to the shareholders by the Managing Director or other authorized officials as and when required and same is available at <https://macpowercnc.com/investor-presentation/>. Further, there is separate General Shareholder Information section in this Annual Report and forms part of it.

Your Company follows a robust process of communicating with its stakeholders, security holders and investors through multiple channels of communications such as dissemination of information on the website of the stock Exchanges, the annual reports and uploading relevant information on its website.

The website of the company also displays the information of the company's products, availability among others presentations made to the institutional investor and analysts are also disseminated on the website of the Company.

CORPORATE GOVERNANCE REPORT

XVIII. DISCLOSURES OF RELATED PARTY TRANSACTIONS (RPTS):

The SEBI (Listing Obligations & Disclosure Requirements) (Amendment) Regulations, 2018 have introduced, as a part of the “related party disclosure” in the annual report, disclosures of transactions of the listed entity with any person or entity belonging to the promoter or promoter group which hold(s) 10 % or more shareholding in the listed entity. The details of related party transactions entered during the financial year 2025-26 are as below:

Name of the Related Party	Nature of Transaction	Amount Rs. in Lakhs
Modern Machine Tools	Purchases [Repair, Parts and Tools]	15.12
	Sales [Repair, Parts and Tools]	147.69
Macpower Industries	Purchases [Repair, Parts and Tools]	0.04
	Sales [Repair, Parts and Tools]	4.01
Mr. Rupesh J. Mehta	*Remuneration	36.00
Mr. Nikesh J. Mehta	*Remuneration	24.00
Mr. Vishal B. Mehta	Remuneration	3.72
	Loan Repayment	0.08
Mr. Kishor M. Kikani	Remuneration	8.12

**Mr. Rupesh J. Mehta having monthly remuneration byway of professional/Management Consultancy Fee of Rs.3 Lakhs plus 18% GST with effect from 01st October, 2025 and Mr. Nikesh J. Mehta having monthly remuneration byway of professional/Management Consultancy Fee of Rs.2 Lakhs plus 18% GST with effect from 01st October, 2025.*

XIX. DISCLOSURE ON AUDIT AND NON-AUDIT SERVICES RENDERED BY THE AUDITOR:

The SEBI (Listing Obligations & Disclosure Requirements) (Amendment) Regulations, 2018 requires to disclose total fees paid to auditors for audit and non-audit services to improve transparency. The total fee paid to the Statutory Auditor during the FY 2025-26 is as under:

Fee paid for audit services:	Rs. 7 lakhs
Fee paid for Non-Audit Service:	-
Total fee paid:	Rs. 7 lakhs

XX. DISCLOSURE PERTAINING TO CREDIT RATING:

[SEBI (LODR) (Amendment) Regulations, 2018, Para 3(t)(ii) and Para 3(x)(c)(ii)] require listed entity to disclose as a part of the Corporate Governance Report, a list of all credit ratings obtained by the listed entity for all debt instruments or for any fixed deposit program, or any scheme or proposal involving mobilization of funds, needs to be disclosed along with any revisions thereto during the relevant financial year. There is no requirement of obtaining credit rating by your company as there are no such types of debts.

CORPORATE GOVERNANCE **REPORT**

XXI. DISCLOSURES IN RELATION TO THE SEXUAL HARASSMENT OF WOMEN AT WORK PLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013:

The Company has framed a policy for prevention of sexual harassment at work. This provides a mechanism to prevent or deter the commission of acts of sexual harassment or inappropriate behavior at work and to ensure that all employees are treated with respect and dignity. Under the said policy, the procedures for the resolution, settlement or prosecution of acts or instances of sexual harassment have also been provided for.

Disclosure under the 'Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013, during the financial year ended on March 31, 2026, we report as follows:

1. No. of complaints received in the year : **Nil**
2. No. of complaints disposed off in the year : **Nil**
3. Cases pending as on end of the financial year : **Nil**

XXII. DISCLOSURES PERTAINING TO DISQUALIFICATION OF DIRECTORS:

The SEBI (Listing Obligations & Disclosure Requirements) (Amendment) Regulations, 2018 introduced requirement to disclose a certificate from a Company Secretary in practice that none of the directors on the Board of the Company have been debarred or disqualified from being appointed or continuing as the directors of companies by the Board/MCA or any such statutory authority. In this regard, Company have obtained a certificate from **M/s. K. P. Rachhh& Co**, Practicing Company Secretary that none of the directors on the Board of the Company have been debarred or disqualified from being appointed or continuing as the directors of companies by the Board/MCA or any such statutory authority and the same is annexed to this report, also forms part of this Annual Report.

XXIII. VIEWS OF COMMITTEES NOT ACCEPTED BY THE BOARD OF DIRECTORS:

The SEBI (Listing Obligations & Disclosure Requirements) (Amendment) Regulations, 2018 introduced requirement to disclose along with the reasons thereof, where the Board has not accepted any recommendation of any committee of the Board which is mandatorily required. We hereby confirm that the Board has accepted all the recommendations received from committee of the Board which is mandatorily required and there is no recommendation which has not been accepted by the Board to comment on required to disclose.

CORPORATE GOVERNANCE REPORT

XXIV. GENRAL SHAREHOLDER INFORMATION:

a. Information about Annual General Meeting, Financial Year, Record Date & Dividend Payment Date, Stock Exchanges & Stock Code:

Particulars	Details			
Financial Year:	From April 1 to March 31			
AGM (as indicated in the Notice)	Date	Time	Venue	
	23.09.2026	02:00 PM	Registered office of company situated at Plot No.2234, Nr. Kranti Gate, Gidc Metoda, Tal Lodhika Rajkot Gj 360021	
Record Date	16.09.2026			
Dividend payment date	Credit/Dispatch of Dividend Warrants/Demand Draft within 30 days of AGM.			
Listing on Stock Exchange	Name of Stock Exchange	Symbol	ISIN	Listing Fees paid upto
	National Stock Exchange of India Limited, Exchange Plaza, Plot no. C/1, G Block, Bandra-Kurla Complex Bandra (E) Mumbai - 400 051	MACPOWER	INE155Z01011	March 31, 2027
Plant Locations & Address for Correspondence	Plot No. 2234, Nr.Kranti Gate, GIDC Metoda, Tal-Lodhika, Gujarat, Rajkot-360021.			
Investor Contacts	Company Secretary and Compliance officer Plot No. 2234, Nr. Kranti Gate, GIDC Metoda, Tal-Lodhika, Gujarat, Rajkot-360021. Email Id: cs@macpowercnc.com Ph No: 72111 44413			

b. Registrar and share transfer agent:

MUFG Intime India Private Limited (Formerly known as Link Intime India Private Limited),

Address: 5th Floor, 506 to 508, Amarnath Business Centre-1, (ABC-1), Beside Gala Business Centre, Nr. St. Xavier's Collage Corner, Off C G Road, Ellisbridge, Ahmedabad-380006 **Ph**-079-26465179

E-mail- ahmedabad@in.mpms.mufg.com **Website:** <https://in.mpms.mufg.com/>

c. Share Transfer system:

There are no members holding shares in physical form. Transfers of equity shares in electronic form are effected through the depositories with no involvement of the Company.

CORPORATE GOVERNANCE REPORT

d. Distribution of shareholding as on March 31, 2026 (Without PAN clubbing):

S.N.	No. of equity shares	No of shareholders	% of shareholders	No of shares held	% of shareholding
1	1 to 500	15579	95.52	912597	9.12
2	501 to 1000	416	2.55	306575	3.06
3	1001 to 2000	159	0.97	224208	2.24
4	2001 to 3000	58	0.36	145532	1.45
5	3001 to 4000	18	0.11	61496	0.61
6	4001 to 5000	24	0.15	108286	1.08
7	5001 to 10000	25	0.15	168693	1.69
8	10001....	30	0.18	8076773	80.73
	TOTAL :	16309	100.00	10004160	100.00

Note: All the Shares of the Company are in Demat form :

Shareholding pattern as on March 31, 2026 (Without PAN clubbing):

Sr. No.	Category	No of Shareholders	No of shares held in demat form	% of shareholding	% of shareholders
1.0	Promoters and promoter group	8	7320288	73.17	0.05
2.0	Public Shareholding				
2.1	Alternate Investment Funds	3	51954	0.52	0.02
2.2	Public	15548	1999850	19.99	95.33
2.3	Foreign Portfolio Investor-I	3	8902	0.09	0.02
2.4	Foreign Portfolio Investor-II	2	102256	1.02	0.01
2.5	Bodies Corporate-LLP	12	14028	0.14	0.07
2.6	Other Bodies Corporate	95	294498	2.95	0.58
2.7	Hindu Undivided Family	285	63919	0.64	1.75
2.8	Non-Resident Indians	345	135447	1.35	2.12
2.9	Clearing Members	8	13018	0.13	0.05
	Total Public Shareholding	16301	2683872	26.83	99.95
	Grand Total (1+2)	16309	10004160	100.00	100.00

e. Dematerialization of Shares and Liquidity:

The equity shares of the Company are available in dematerialized form with National Securities Depository Limited (NSDL) and Central Depository Services (India) Ltd. (CDSL). The Company's equity shares are traded compulsorily in the dematerialized form. As on date, All the Shares of the Company are in Demat form.

f. Outstanding GDRs/ ADRs/ Warrants or any Convertible Instruments, conversion date and likely impact on equity:

As on date, the Company has not issued GDRs, ADRs or any other Convertible Instruments and as such, there is no impact on the equity share capital of the Company.

CORPORATE GOVERNANCE REPORT

g. Commodity Price Risk/Foreign Exchange Risk and Hedging Activities:

Company is exposed to foreign exchange risk on account of import and export transactions entered into. Also it is a sizable user of various commodities, which exposes it to price risk on account of procurement of commodities. The Company did not hedge Foreign Currency for import of goods and did not hedge commodities that company imported during the year.

h. Disclosure with respect to demat suspense account/unclaimed suspense account of shares:

As on date, there is no requirement to transfer the share into demat suspense account/unclaimed suspense account of shares.

i. Discretionary Requirements:

The position of the Chairman and Managing Director are not separate as this is optional but there is separate post for chairman and CEO in the company. Chairman is managing director and Whole-time director is Chief Executive officer of the company.

The quarterly/half yearly/yearly financial results are published in the newspapers of wide circulation and are not sent to individual shareholders. Further, the financial results are available on the website of the Company and of the Stock Exchange where the shares of the Company are listed,

The Auditors' Opinion on the Financial Statements is unmodified.

Internal Auditor reports to the Audit Committee.

j. Disclosure of the Compliance with Corporate Governance requirement as specified in Listing Regulation:

During the Financial Year under review, SEBI issued new Listing Regulations viz., Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations 2015 which is effective from December 1, 2015. As required under the said Regulations, the Company has complied with the following requirements:

- (i) Adopted Policy on Preservation of Documents and Policy on Materiality of Event/Information,
- (ii) Executed Listing Agreements with NSE. Further the Company affirms that all the requirements applicable under Listing Regulations (effective from December 1, 2015) are complied with. Company has also disseminated, report on compliance with corporate governance requirements as specified in regulation 17 to 27 and 46(2) of Listing Regulation (effective from December 1, 2015) on its website and also submitted with NSE.

Place: Metoda, Rajkot
Date: 29th July, 2026

For and on behalf of the Board of
MACPOWER CNC MACHINES LIMITED

[Rupesh J. Mehta]
Chairman & Managing Director
DIN: 01474523

CORPORATE GOVERNANCE **REPORT**

DECLARATION FOR COMPLINACE WITH CODE OF CONDUCT

To the members of **MACPOWER CNC MACHINES LIMITED**

Pursuant to Regulation 34(3) read with Schedule V Para D of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, I hereby declare that all Board members and Senior Management Personnel are aware of the provisions of the Code of Conduct laid down by the Board. All board members and Senior Management Personnel have affirmed compliance with the Code of Conduct.

For: MACPOWER CNC MACHINES LIMITED

Nikesh J. Mehta

Chief Executive Officer

Date: 27th May, 2026

CORPORATE GOVERNANCE REPORT

PRACTICING COMPANY SECRETARY'S CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS

(Pursuant To Regulation 34(3) And Clause (10)(i) Of Part C Of Schedule V Of SEBI (Listing Obligations And Disclosure Requirements) Regulations, 2015)

To,
The Members,
MACPOWER CNC MACHINES LIMITED
(CIN:L30009GJ2003PLC043419)
Plot No. 2234, Nr. Kranit Gate, GIDC Metoda,
Tal. Lodhika, Rajkot – 360021

We have examined the relevant registers, records, forms, returns and disclosures received from the Directors of MACPOWER CNC MACHINES LIMITED having CIN L30009GJ2003PLC043419 and having Registered office at Plot No. 2234, Nr. Kranti Gate, GIDC Metoda, Tal. Lodhika, Rajkot – 360021 (hereinafter referred to as 'the Company'), produced before us by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V Para-C Sub clause 10(i) of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In our opinion and to the best of our information and according to the verifications (including Directors Identification Number (DIN) status at the portal www.mca.gov.in) as considered necessary and explanations furnished to us by the Company & its officers, We hereby certify that none of the Directors on the Board of the Company as stated below for the Financial Year ending on 31st March, 2026 have been debarred or disqualified from being appointed or continuing as Directors of companies by the Securities and Exchange Board of India, Ministry of Corporate Affairs or any such other Statutory Authority:

Sr. No.	Name of Director	Director Identification Number (DIN)	*Date of Appointment in Company
1	Mr. Rupesh Jagdishbhai Mehta	01474523	31/12/2003
2	Mr. Nikesh Jagdish Mehta	01603779	31/12/2003
3	Mrs. Riyaben Rupeshbhai Mehta	01603726	01/04/2004
4	Mr. Rajubhai Ranchhodbhai Bhandari	07986563	17/11/2017
5	Mr. Deven Jasvantra Doshi	07994505	17/11/2017
6	Mr. Maulik Rambhai Mokariya	05310868	17/11/2017

** The date of appointment is as per the MCA Portal.*

Ensuring the eligibility of 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.

Place: Rajkot
Date: 29th July, 2026
UDIN: F005156H000968096
Peer Review Certificate No. 6681/2025

For, K. P. Rachchh & Co.
Company Secretaries

Kalpesh P. Rachchh
Proprietor
FCS No- 5156
C P No – 3974

CORPORATE GOVERNANCE REPORT

CERTIFICATION BY CHIEF EXECUTIVE OFFICER AND CHIEF FINANCIAL OFFICER OF THE COMPANY

(Pursuant to Regulations 17(8) of SEBI (LODR) Regulations, 2015)

To,
The Board of Directors
Macpower CNC Machines Limited
Gujarat/Rajkot

27th May, 2026

We Mr. Nikesh J. Mehta, Chief Executive Officer (CEO) and WholeTime Director (DIN: 01603779) of the Company and Mr. Vishal B. Mehta, Chief Financial Officer (CFO) hereby certify to the Board that:

1. We have reviewed financial statements and the cash flow statement for the year ended on 31.03.2026 and that to the best of our knowledge and belief:
 - I. these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - II. These statements together present a true and fair view of the listed entity's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
2. There are, to the best of our knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or violative of the listed entity's code of conduct.
3. We are responsible for establishing and maintaining internal controls for financial reporting in the Company and we have evaluated the effectiveness of the internal control system of the Company pertaining to financial reporting. We have disclosed to the auditors and the Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which we are aware and steps we have taken or propose to take to rectify these deficiencies.
4. We have indicated to the auditors and the Audit committee
 - I. significant changes in internal control over financial reporting during the year;
 - II. significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and
 - III. That there were no instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee having a significant role in the Company's internal control system over financial reporting.

Vishal B. Mehta
Chief Financial Officer

Nikesh J. Mehta
Whole-time director and
Chief Executive Officer
(DIN: 01603779)

CORPORATE GOVERNANCE REPORT

PRACTICING COMPANY SECRETARY'S CERTIFICATE ON CORPORATE GOVERNANCE

Certificate on compliance with the conditions of Corporate Governance as per provisions of Chapter IV of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015

To,
The Members,
MACPOWER CNC MACHINES LIMITED
(CIN: L30009GJ2003PLC043419)
Plot No.2234, Nr. Kranti Gate,
GIDC Metoda, Tal Lodhika Dist
Rajkot 360021

We have examined the compliance of the conditions of Corporate Governance by MACPOWER CNC MACHINES LIMITED ('the Company') for the year ended on March 31, 2026, as stipulated under Regulations 17 to 27, clauses (b) to (i) of sub-regulation (2) of Regulation 46 and para C and D of Schedule V of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations").

The Compliance of the conditions of Corporate Governance is the responsibility of the Management of the Company.

Our responsibility is limited to examining the procedures and implementation thereof adopted by the Company for ensuring compliance with the conditions of the Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

We have examined the relevant records and documents maintained by the Company for the purposes of providing reasonable assurance on the compliance with Corporate Governance requirements by the Company.

In our opinion and to the best of our information and according to the explanations given to us and the representations made by the Directors and the Management, we are of the opinion that the Company has complied with the conditions of Corporate Governance as stipulated in the SEBI Listing Regulations for the year ended on March 31, 2026.

We further state that such compliance 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.

The certificate is addressed and provided to the members of the Company solely for the purpose to enable the Company to comply with the requirement of the Listing Regulations and it should not be used by any other person or for any other purpose. Accordingly, we do not accept or assume any liability or any duty of care for any other purpose or to any other person to whom this certificate is shown or into whose hands it may come without our prior consent in writing.

For, K. P. Rachchh & Co.
Company Secretaries

Place: Rajkot
Date: 29th July, 2026
UDIN: F005156H000968162
Peer Review Certificate No. 6681/2025

Signature: _____
Kalpesh P. Rachchh
Proprietor
FCS No.5156
C P No.: 3974

INDEPENDENT AUDITOR'S REPORT

To The Members of Macpower CNC Machines Limited

Opinion

We have audited the accompanying standalone Ind AS Financial Statements of Macpower CNC Machines Limited ("the Company"), which comprises the Balance Sheet as at 31st March 2026, the statement of Profit & Loss (including statement of Other Comprehensive Income), the Cash Flow Statements and the Statement of Changes in Equity for the year then ended, and notes to the financial statements, including summary of significant accounting policy other explanatory information (herein after referred to as "the standalone Ind AS Financial Statement")

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Standalone Ind AS Financial Statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2026, the Profit and other comprehensive Income, changes in equity and its cash flows for the year ended on that date.

Basis For Opinion

We conducted our audit of the standalone Ind AS financial statements in accordance with the Standards on Auditing, as specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the 'Auditor's responsibilities for the audit of the standalone Ind AS Financial Statements' section of our report. We are independent of the Company in accordance with the 'Code of Ethics' issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone Ind AS financial statements.

Emphasis of Matter

We draw attention to Note No.48 & 49 of the financial statements relating to non-renewal of expired lease agreements and modification of leases. Our opinion is not modified in respect of these matters.

INDEPENDENT AUDITOR'S REPORT

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the standalone financial statements for the financial year ended 31st March, 2026. These matters were addressed in the context of our audit of the standalone financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Key Audit Matter	Response to Key Audit Matter
Revenue recognition. As disclosed in note 2.3 Revenue in respect of sale of goods is recognized when control of the products being sold is transferred to our customer and measured at contracted price, after deduction of any trade discounts, and any taxes or duties collected on behalf of the Government such as goods and services tax, etc. The application of the revenue accounting standard involves certain key judgements relating to identification of distinct performance obligations, determination of transaction price of the identified performance obligations, the appropriateness of the basis used to measure revenue recognized over a period. Additionally, revenue accounting standard contains disclosures which involves collation of information in respect of disaggregated revenue and periods over which the remaining performance obligations will be satisfied subsequent to the balance sheet date Based on above, revenue recognition has been considered as a key audit matter for the current year's audit.	We assessed the Company's process to identify the impact of adoption of the revenue accounting standard. Our audit approach consisted testing of the design and operating effectiveness of the internal controls and substantive testing as follows: • Evaluated the design of internal controls relating to implementation of the revenue accounting standard. • Selected a sample of existing continuing contracts and new contracts, and tested the operating effectiveness of the internal control, relating to identification of the distinct performance obligations and determination of transaction price. • Performed analytical procedures and test of details for reasonableness and other related material items. • It is observed that in majority of the cases, transaction price is charged at ex-works price and revenue is booked at the time of dispatch of the goods. • The above method followed by the company is in line the provisions of Ind AS 115 - 'Revenue from contracts with customers'

INDEPENDENT AUDITOR'S REPORT

Contingent liabilities relating to taxation, litigations and claims (refer Note 32)

The contingent liabilities relate to ongoing litigations and claims with various authorities and third parties. These relate to direct tax, indirect tax, transfer pricing arrangements, claims, general legal proceedings, environmental issues and other eventualities arising in the regular course of business.

The determination of contingent liability requires significant judgement by the Company because of the inherent complexity in estimating future costs. The contingent liabilities are subject to changes in the outcomes of litigations and claims and the positions taken by the Company. It involves significant judgement and estimation to determine the likelihood and timing of the cash outflows and interpretations of the legal aspects, tax legislations and judgements previously made by authorities.

Based on above, Contingent Liability has been considered as a key audit matter for the current year's audit.

Our audit procedures included:

- Understanding the process followed by the Company for assessment and determination of the amount of contingent liabilities relating to taxation, litigations and claims.
- Evaluating the design and implementation and testing operating effectiveness of key internal controls around the recognition and measurement of re-assessment of contingent liabilities.
- Involving our tax professionals with specialized skills and knowledge to assist in the assessment of the value of significant contingent liabilities relating to taxation matter, on sample basis, in light of the nature of the exposures, applicable regulations and related correspondence with the authorities.
- Inquiring the status in respect of significant contingent liabilities with the Company's internal tax and legal team, including challenging the assumptions and critical judgements made by the Company which impacted the computation of the provisions and inspecting the computation.
- Assessing the assumptions used and estimates of outcome and financial effect, including considering judgement of the Company, supplemented by experience of similar decisions previously made by the authorities and, in some cases, relevant opinions given by the Company's advisors.
- Testing data used to develop the estimate for completeness and accuracy.
- Evaluating judgements made by the Company by comparing the estimates of prior year to the actual outcome.
- Evaluating the Company's disclosures in the standalone financial statements in respect of provisions and contingent liabilities

INDEPENDENT AUDITOR'S REPORT

Information Other than Financial Statements and Auditor's Report Thereon

The company's board of directors and management is responsible for the preparation of the other information. The other information comprises the information included in Management Discussion and Analysis, Board's report including Annexure to board's report, corporate governance and shareholder's information, but does not include standalone financial statements and our auditor's report thereon.

Our opinion on standalone financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

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

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

Responsibilities of Management and Those Charged with Governance for the Standalone IND AS Financial Statement

The Company's Management and Board of Directors are responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these standalone financial statements that give a true and fair view of the state of affairs, profit & loss and other comprehensive income, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under Section 133 of the Act. 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 design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

INDEPENDENT AUDITOR'S REPORT

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

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

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

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

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

- Identify and assess the risks of material misstatement of the standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(l) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

INDEPENDENT AUDITOR'S REPORT

- Conclude on the appropriateness of management's and board of directors' use of the going concern basis of accounting in preparation of standalone financial statements and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "Annexure A" a statement on the matters specified in the paragraph 3 and 4 of the Order, to the extent applicable.
2. As required by section 143(3) of the Act, based on our audit we report that:

INDEPENDENT AUDITOR'S REPORT

- (a) We have sought and obtained 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;
- (c) The Standalone Balance Sheet, the Standalone Statement of Profit & Loss (including Other Comprehensive Income), the Standalone Statement of Cash Flows and the Standalone Statement of Changes in Equity dealt with by this Report are in agreement with the books of account;
- (d) In our opinion, the aforesaid Standalone Financial Statements comply with the Indian Accounting Standards specified under Section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015, as amended;
- (e) On the basis of the written representations received from the directors as on 31st March, 2026 and taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2026 from being appointed as a director in terms of Section 164(2) of the Act;
- (f) With respect to the adequacy of the internal financial controls with reference to financial statements of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B"; Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls with reference to financial statements.
- (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - A. The Company has disclosed the impact of pending litigations on its financial position in its financial statements. Refer Note 32 to the standalone financial statements;
 - B. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - C. There have been no delays in transferring the amounts, required to be transferred to the Investor Education and Protection Fund by the Company.

INDEPENDENT AUDITOR'S REPORT

- D. (I) The Management of the Company 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) The Management of the Company has represented that, 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; and
- (ii) Based on such audit procedures that we have 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 mis-statement.
- E. The dividend declared or paid during the year by the Company is in compliance with Section 123 of the Act.
- F. Based on our examination which included test checks, the company has used an accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software. Further, during the course of our audit we did not come across any instance of the audit trail feature being tampered with and the audit trail has been preserved by the Company as per the statutory requirements for record retention

INDEPENDENT AUDITOR'S REPORT

3. With respect to the matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the current year is in accordance with the provisions of section 197 of the Act. The remuneration paid to any director is not in excess of limit laid down under section 197 of the Act. The Ministry of Corporate Affairs has not prescribed other details under section 197 (16) which are required to be commented upon by us.

For S. C. Makhecha and Associates
Chartered Accountants
FRNo.120184W

Jay R. Khara
Partner
M. No. 182933
Date: 27/05/2026
Place: Rajkot
UDIN : 26182933CFYGIA1914

INDEPENDENT AUDITOR'S REPORT

ANNEXURE(A) REFERRED TO IN PARAGRAPH 1 OF INDEPENDENT AUDITOR'S REPORT OF EVEN DATE TO THE MEMBERS OF MACPOWER CNC MACHINES LIMITED ON THE FINANCIAL STATEMENTS OF THE COMPANY FOR THE YEAR ENDED 31ST MARCH, 2026.

In terms of Companies (Auditor's Report) Order 2020, issued by the Central Government of India, in terms of section 143(11) of The Companies Act, 2013, we further report, on the matters specified in paragraph 3 and 4 of the said Order, that:

- (i) (a) A The company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant & Equipment.
- (i) (a) B The company has maintained proper records showing full particulars of intangible assets.
- (i) (b) The company has program of physical verification of Property, Plant and Equipment by management in a phased manner at reasonable intervals so as to cover all items over a period of 3 years which in our opinion is reasonable considering the size of the company and nature of its assets. Pursuant to the program, some of the Property, Plant and Equipment were physically verified by the management, semi-annually, during the year and no material discrepancies were noticed on such verification when compared to the book figures.
- (i) (c) According to the information and explanations given to us and on the basis of our examination of the records of the company, the title deeds of immovable properties disclosed in the financial statements are held in the name of the company (Other than immovable properties where the company is the lessee and the lease agreements are duly executed in favor of the lessee).
- (i) (d) The company has not revalued its Property, Plant & Equipment or Intangible assets or both during the year. Accordingly, clause 3(i)(d) of the order is not applicable.
- (i) (e) No proceedings have been initiated during the year or are pending against the Company as at 31st March 2026, for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) as (amended in 2016) and rules thereunder.
- (ii) (a) The Company has divided & classified inventory into A, B & C category depending upon its value. A & B category consists of almost 80% of the total Inventory Value & the same have been physically verified during the year by the Store Manager at reasonable intervals. In our opinion, the coverage and procedure by the management is appropriate. During physical verification no material discrepancies noticed

INDEPENDENT AUDITOR'S REPORT

- (ii) (b) According to the information and explanations given to us and the records produced to us for our verification, the company has been sanctioned working capital limit in excess of five crore rupees, in aggregate from bank or financial institution on the basis of security of current assets and the quarterly returns filed by the company with such bank or financial institution are in agreement with the books of account except in below cases:

Quarter ended on	Particulars	Amount as per Books (in Lakhs)	Amount reported in quarterly return (in Lakhs)	Difference	Reason
Jun 25	Inventories & Trade Receivable.	12,492.82	12,425.60	67.22	The variance between the book and bank stock statements is due to the submission of provisional figures under a compressed schedule
Mar 26		14555.07	14615.00	(59.93)	

- (iii) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not made any investments, provided guarantee or security or granted any advances in the nature of loans, secured or unsecured, to companies, firms, limited liability partnerships or any other parties during the year as such provisions of clause iii(a) to iii(f) are not applicable to the company.
- (iv) In our opinion and according to information and explanations given to us and on the basis of our examination of the records of the company, the company has not given any loans or guarantees, made any investments within the meaning of sections 185 & 186 of The Companies Act, 2013.
- (v) In our opinion and according to the information and explanations given to us, the company has not accepted any deposits from the public in terms of Section 73 to 76 or any other relevant provisions of the Companies Act, 2013.
- (vi) In our opinion and according to the information & explanations given to us and on the basis of our examination of record, Company has maintained cost records as prescribe under section 148(1) of the Act for the notified products.

INDEPENDENT AUDITOR'S REPORT

- (vii) a The amounts deducted/accrued in the books of account in respect of undisputed statutory dues including Provident Fund, Employee State Insurance, Income-Tax, Sales Tax/Value added Tax, Goods and Services Tax, Excise Duty, Duty of Customs, Cess and other material statutory dues have been deposited regularly during the year by the Company with the appropriate authorities.
- (vii) b There were no undisputed amounts payable in respect of aforesaid dues were outstanding as on 31 March 2026 for a period of more than six months from the date of become payable.
- (vii) c There were no statutory dues of Provident Fund, Employee State Insurance and wealth Tax which have not been deposited with the appropriate authorities on account of any dispute.
- (viii) There were no transactions relating to previously unrecorded income that were surrendered or disclosed as income in the tax assessments under the Income Tax Act, 1961 (43 of 1961) during the year. Accordingly, clause 3(viii) of the Order is not applicable to the Company.
- (ix) (a) In our opinion, the company has not defaulted in any repayment of loans or other borrowings or interest to any lender.
- (ix) (b) The company has not been declared as a wilful defaulter by any bank or financial institution or other lender
- (ix) (c) To the best of our knowledge and belief, in our opinion, term loans availed by the Company were applied by the Company during the year for the purposes for which the loans were obtained.
- (ix) (d) According to the information and explanations given to us and on the basis of our examination of the records of the company, the funds raised on a short term basis have not been utilised for long term purposes.
- (ix) (e) According to the information and explanations given to us and on the basis of our examination of the records of the company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures.
- (ix) (f) Company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies.
- (x)(a) The company has not made any initial public offer or further public offer during the year.
- (x)(b) The company has not made any preferential allotment or private placement of shares/debentures during the year.

INDEPENDENT AUDITOR'S REPORT

- (xi)(a) Based on examination of the books and records of the company and according to the information and explanation given to us, considering the principles of materiality outlined in the standard on auditing, we report that no fraud by the company or on the company has been noticed or reported during the year.
- (xi)(b) According to the information and explanations given to us and on the basis of our examination of the records of the company, no report under sub-section (12) of Section 143 of the Companies Act has been filed by the auditors in Form ADT-4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules 2014 with the Central Government.
- (xi)(c) According to the information and explanations given to us and on the basis of our examination of the records of the company, No complaints have been received from the whistle-blower during the year by the Company.
- (xii) As company is not Nidhi Company, Reporting to clause (xii) (a)/(b)/(c) is not applicable.
- (xiii) According to information and explanation given to us and on the basis of books of accounts and other relevant records of the company, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the notes to Financial Statements as required by applicable IND AS.
- (xiv) (a) Based on information and explanations provided to us and our audit procedures, in our opinion, the Company has an internal audit system commensurate with the size and nature of its business.
- (xiv) (b) We have considered the internal audit reports of the Company issued till date for the period under audit.
- (xv) According to information and explanation given to us and on the basis of examination of books of accounts and other relevant records of the company, the company has not entered into any non-cash transactions with directors or persons connected with directors, during the year.
- (xvi) (a) The company is not required to be registered under section 45-IA of The Reserve Bank of India Act, (xvi) (a) 1934.
- (xvi) (b) The Company has not conducted any Non-Banking Financial or Housing Finance activities without a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act 1934.
- (xvi) (c) The Company is not a Core Investment Company (CIC) as defined under the Regulations by the Reserve Bank of India.

INDEPENDENT AUDITOR'S REPORT

- (xvi) (d) Reporting to this clause is not applicable as company is not CIC.
- (xvii) The company has not incurred cash losses during the year or the immediately preceding Financial Year.
- (xviii) There has not been any resignation of the statutory auditors during the year.
- (xix) On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the company as and when they fall due.
- (xx) (a) According to information and explanation given to us and on the basis of examination, we state that there is no unspent amount as per section 135 for the year in respect of other than ongoing projects.
- (xx) (b) As per the information and explanation given to us and on the basis of examination, there is no ongoing projects. Therefore reporting to this clause is not applicable.

For S. C. Makhecha and Associates
Chartered Accountants
FRNo.120184W

Jay R. Khara
Partner
M. No. 182933
Date: 27/05/2026
Place: Rajkot
UDIN : 26182933CFYGIA1914

INDEPENDENT AUDITOR'S REPORT

ANNEXURE -B

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of Macpower CNC Machines Limited as of 31st March, 2026 in conjunction with our audit of the standalone financial statements 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 issued by the Institute of Chartered Accountants of India. 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 Companies Act, 2013.

Auditors' Responsibility:

Our responsibility is to express an opinion on the Company's internal financial controls with reference to financial statements based on our audit. We conducted our audit in accordance with the Guidance Note on "Audit of Internal Financial Controls Over Financial Reporting" and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to financial statements was established and maintained and if such controls operated effectively in all material respects.

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

INDEPENDENT AUDITOR'S REPORT

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

Meaning of Internal Financial Controls with reference to financial statements

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 financial statements 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 financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and
- (3) Provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls with reference to financial statements

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

Opinion:

In our opinion, the Company has, in all material respects, an adequate internal financial controls with reference to financial statements and such internal financial controls with reference to financial statements were operating effectively as at 31st March, 2026 based on the internal control over financial reporting criteria established by the Company considering the essential

INDEPENDENT AUDITOR'S REPORT

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.

For S. C. Makhecha and Associates
Chartered Accountants
FRNo.120184W

Jay R. Khara
Partner
M. No. 182933
Date: 27/05/2026
Place: Rajkot
UDIN : 26182933CFYGIA1914

BALANCE SHEET

Macpower CNC Machines Limited

CIN: L30009GJ2003PLC043419

Balance Sheet as at March 31, 2026

(Rs. In lakhs)

Particulars		Note no.	As at March 31,2026	As at March 31,2025
(1)	ASSETS			
	Non-current assets			
	(a) Property, Plant and Equipment	3	5,865.01	5,190.00
	(b) Right to use asset	3	26.69	271.44
	(c) Capital work-in-progress	3	65.42	485.84
	(d) Investment Property		-	-
	(e) Goodwill	3	-	-
	(f) Other Intangible Assets	3	171.89	34.70
	(g) Intangible Assets under Development	3	-	9.37
	(h) Biological Assets other than bearer plants		-	-
	(i) Financial Assets		-	-
	(i) Investments		-	-
	(ii) Trade Receivables		-	-
	(iii) Loans		-	-
	(iv) Others	4	79.76	86.41
	(j) Deferred Tax Asset (Net)		-	-
	(k) Other Non Current Assets	6	10.08	10.42
	Total Non Current Assets		6,218.85	6,088.18
(2)	Current assets			
	(a) Inventories	7	14,555.07	10,879.40
	(b) Financial Assets			
	(i) Investments		-	-
	(ii) Trade Receivables	8	4,626.68	3,432.40
	(iii) Cash and cash equivalents	9	594.77	593.83
	(iv) Bank Balance other than (iii) above	10	67.42	64.62
	(v) Loans	11	37.15	44.56
	(vi) Others	4	120.00	478.76
	(c) Current Tax Assets (Net)	12	73.83	-
	(d) Other Current Assets	6	252.29	227.24
	Total Current Assets		20,327.21	15,720.81
	Total Assets		26,546.06	21,808.99
	EQUITY AND LIABILITIES			
	EQUITY			
	(a) Equity Share Capital	13	1,000.42	1,000.42
	(b) Other Equity	14	16,524.22	13,282.00
	Total Equity		17,524.64	14,282.42
	LIABILITIES			
	Non-current liabilities			
	(a) Financial Liabilities			
	(i) Borrowings	15	21.59	14.10
	(ii) Lease Liabilities	16	18.62	253.00
	(iii) Trade Payables		-	-
	(iv) Other financial liabilities	17	4.39	4.39
	(b) Provisions	18	-	0.81
	(c) Deferred Tax Liability (Net)	5	284.93	266.50
	(d) Other Non Current Liabilities		-	-
	Total Non Current Liabilities		329.53	538.80

BALANCE SHEET

Macpower CNC Machines Limited				
CIN: L30009GJ2003PLC043419				
Balance Sheet as at March 31, 2026				
(Rs. In lakhs)				
Particulars		Note no.	As at March 31,2026	As at March 31,2025
(2)	Current liabilities			
	(a) Financial Liabilities			
	(i) Borrowings	15	17.12	7.48
	(ii) Lease Liabilities	16	10.76	35.08
	(iii) Trade Payables			
	(a) Total outstanding dues of micro enterprises and small enterprise	19	786.05	2,553.13
	(b) Total outstanding dues of creditors other than micro enterprises and small enterprises	19	6,388.98	2,991.25
	(iv) Other Financial Liabilities	17	2.64	2.08
	(b) Other current liabilities	20	949.95	1,035.18
	(c) Provisions	18	536.39	355.86
	(d) Current Tax Liabilities (Net)	21	-	7.71
	Total Current Liabilities		8,691.89	6,987.77
	Total Liabilities		9,021.42	7,526.57
	Total Equity and Liabilities		26,546.06	21,808.99
As per our report of even date				
For S. C. Makhecha & Associates		For and on behalf of Board of Directors of Macpower CNC Machines Ltd.		
Chartered Accountants				
Firm Reg. No. 120184W				
Mr. Rupeshbhai J. Mehta		Mr. Vishal Mehta		
(Managing Director)		(Chief Financial Officer)		
DIN: 01474523				
Jay R.Khara				
Partner				
Membership no. 182933				
Mr. Nikeshbhai J. Mehta		Mr. Kishor Kikani		
(Whole Time Director & Chief Executive Officer)		(Company Secretary)		
DIN: 01603779		Mem. No. A58545		
Signed at Rajkot on 27/05/2026				
UDIN:26182933CFYGIA1914				

STATEMENT OF PROFIT & LOSS

Macpower CNC Machines Limited					
CIN: L30009GJ2003PLC043419					
Statement of Profit & Loss for the year ended March 31,2026					
(Rs. In lakhs except Earning Per Share)					
Particulars			Note No.	For the year ended March 31,2026	For the year ended March 31,2025
1		INCOME FROM OPERATIONS			
		Revenue from operations	22	33,317.59	26,181.50
2		Other Income	23	34.07	35.55
3		TOTAL INCOME (1+2)		33,351.66	26,217.05
4		EXPENSES			
	a	Cost of materials consumed	24	21,989.76	14,743.67
	b	Purchase of Stock in Trade		-	-
	c	Changes in inventories of finished goods, work-in-progress and stock-in-trade	25	(1,508.21)	1,571.22
	d	Employee benefits expenses	26	3,672.37	2,981.07
	e	Finance Costs	27	156.63	56.03
	f	Depreciation and amortisation expenses	3	739.55	593.84
	g	Other expenses	28	3,773.78	2,731.14
		TOTAL EXPENSES		28,823.88	22,676.97
5		Profit before exceptional items and Tax (3-4)		4,527.78	3,540.08
6		Exceptional items	29	0.18	(76.70)
7		Profit Before tax (5+6)		4,527.96	3,463.38
8		Tax expenses	30	1,140.88	919.21
	a	Current Tax		1,072.00	841.30
	b	Short/Excess Provision of Tax of Prior Years		52.19	40.35
	c	Deferred tax		16.69	37.56
9		Profit for the period (7-8)		3,387.08	2,544.17
10		Other Comprehensive Income, Net of Tax		5.20	(23.42)
		Items that will be reclassified to profit or loss		-	-
		Items that will not be reclassified to profit or loss		6.95	(29.24)
		Income Tax relating to items that will not		(1.75)	5.82

STATEMENT OF PROFIT & LOSS

11	Total Comprehensive Income for the Period (9+10)		3,392.28	2,520.75
12	Paid-up equity share capital (Face Value of Rs.10/-)	13	1,000.42	1,000.42
13	Other Equity	14	16,524.22	13,282.00
14	Earning Per Share Basic & Diluted	31	33.86	25.43

As per our report of even date

For S. C. Makhecha & Associates

Chartered Accountants

Firm Reg. No. 120184W

Jay R. Khara

Partner

Membership no. 182933

Signed at Rajkot on 27/05/2026

UDIN:26182933CFYGIA1914

**For and on behalf of Board of Directors of
Macpower CNC Machines Ltd.**

**Mr. Rupeshbhai J.
Mehta**

(Managing Director)

DIN: 01474523

Mr. Vishal Mehta

(Chief Financial
Officer)

**Mr. Nikeshbhai J.
Mehta**

(Whole Time Director &
Chief Executive Officer)

DIN: 01603779

Mr. Kishor Kikani

(Company Secretary)

Mem. No. A58545

STATEMENT OF CASH FLOW

Macpower CNC Machines Limited

CIN: L30009GJ2003PLC043419

Statement of Cash Flow for the year ended March 31, 2026

(Rs in Lakhs)

Sr. No.	Particulars	For the year ended March 31,2026	For the year ended March 31,2025
A.	Cash flow from operating activities		
	Net profit before taxation	4,527.96	3,463.38
	<u>Adjustment for:</u>		
	Depreciation & Impairment	739.55	593.84
	Finance Cost	156.63	56.03
	Interest Received	(10.34)	(28.57)
	Provision/(Reversal) for Expected Credit Loss allowance	(10.67)	13.01
	Accrued Interest on Fixed Deposit		
	Fair Value Loss/(Gain) on Financial Instrument	(9.01)	(36.14)
	Unrealised Exchange Rate Gain/Loss	4.02	(0.67)
	Short Term Capital Gain (On Mutual Fund)	-	(1.35)
	Provision written back		-
	Operating Profit before working capital changes	5,398.14	4,059.53
	<u>Adjustment for:</u>		
	Trade & Other Receivables	(1,183.61)	(1,252.23)
	Inventories	(3,675.68)	(1,833.94)
	Other Assets	348.12	(511.57)
	Trade Payables, Liabilities & Provisions	1,721.66	1,273.59
	Sub-Total Movement in Working Capital	(2,789.51)	(2,324.15)
	Cash generated from operations	2,608.63	1,735.38
	Tax Paid (Net)	(1,205.73)	(1,037.48)
	NET CASH FROM OPERATING ACTIVITIES	1,402.90	697.90
B.	Cash flow from investing activities		
	<u>Adjustment for:</u>		
	Investment in Debentures		-
	Proceeds from Debentures	-	223.23
	Purchase of fixed assets	(1,096.95)	(1,597.77)
	Sale proceeds of fixed assets	-	-
	Other Bank Balances	(2.81)	-
	Investment in FD	-	(30.72)
	FD Matured	-	-
	Investment in Mutual Fund	-	-
	Gross Sale proceeds from Sale of Mutual Fund	-	306.47
	Interest Received	10.34	6.98
	NET CASH FLOW FROM INVESTING ACTIVITIES	(1,089.42)	(1,091.81)

STATEMENT OF CASH FLOW

Macpower CNC Machines Limited			
CIN: L30009GJ2003PLC043419			
Statement of Cash Flow for the year ended March 31, 2026			
(Rs in Lakhs)			
Sr. No.	Particulars	For the year ended March 31,2026	For the year ended March 31,2025
C.	Cash flow from financing activities		
	Adjustment for:		
	Principal Payment of Lease Liabilites	(242.73)	(27.58)
	Proceeds from Lease Liabilities	219.75	268.10
	Interest Paid of Lease Liabilites	(8.20)	(20.72)
	Proceeds from Borrowings	28.79	123.96
	Repayment of Borrowings	(11.66)	(102.38)
	Dividend Paid	(150.06)	(150.06)
	Bank Charges	(145.59)	(34.61)
	Interest Paid	(2.84)	(0.69)
	NET CASH CLOW FROM FINANCING ACTIVITIES	(312.54)	56.02
	NET INCREASE IN CASH AND CASH EQUIVALENTS (A+B+C)	0.94	(337.89)
	Cash and cash equivalents at the beginning of the year	593.83	931.72
	Cash and cash equivalents at the end of the year	594.77	593.83
	Components of cash and cash equivalents as at the end of the year		
	Cash and cheques on hand	4.92	3.75
	With bank	589.85	590.08
	TOTAL	594.77	593.83
Notes:			
1. Reconciliation of borrowings and lease liabilities.			
	Particulars	For the year ended March 31,2026	For the year ended March 31,2025
	Opening Balance		
	Long Term Borrowings including Current Maturities of Long Term Borrowings	21.58	-
	Lease Liabilities	288.08	47.55
	Total (A)	309.66	47.55
	Cash Flow movements		
	Net Cash Inflow/ (Outflow) of Non Current Borrowings including Current Maturities of Long Term Borrowings	17.13	21.58
	Lease Liabilities	(30.45)	(48.30)
	Total (B)	(13.32)	(26.72)

STATEMENT OF CASH FLOW

Macpower CNC Machines Limited			
CIN: L30009GJ2003PLC043419			
Statement of Cash Flow for the year ended March 31, 2026			
(Rs in Lakhs)			
Sr. No.	Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
	Non Cash Flow movements		
	Lease Liabilities	(228.25)	288.83
	Total (C)	(228.25)	288.83
	Cloasing Balance (A+B+C)		
	Closing Balance Breakup	68.09	309.66
	Long Term Borrowings including Current Maturities of Long Term Borrowings	38.71	21.58
	Lease Liabilities	29.38	288.08

2. Previous years figures have been regrouped wherever necessary.

3. The cash flow statement has been prepared under the indirect method as set out in the Indian Accounting Standard - 7 on Cash Flow Statement.

As per our report of even date

For S. C. Makhecha & Associates Chartered Accountants Firm Reg. No. 120184W Jay R. Khara Partner Membership no. 182933 Signed at Rajkot on 27/05/2026 UDIN: 26182933CFYGIA1914	For and on behalf of Board of Directors of Macpower CNC Machines Limited <table> <tr> <td> Mr. Rupeshbhai J. Mehta (Managing Director) DIN: 01474523 </td><td> Mr. Vishal Mehta (Chief Financial Officer) </td></tr> <tr> <td> Mr. Nikeshbhai J. Mehta (Whole Time Director & Chief Executive Officer) DIN: 01603779 </td><td> Mr. Kishor Kikani (Company Secretary) Mem. No. A58545 </td></tr> </table>	Mr. Rupeshbhai J. Mehta (Managing Director) DIN: 01474523	Mr. Vishal Mehta (Chief Financial Officer)	Mr. Nikeshbhai J. Mehta (Whole Time Director & Chief Executive Officer) DIN: 01603779	Mr. Kishor Kikani (Company Secretary) Mem. No. A58545
Mr. Rupeshbhai J. Mehta (Managing Director) DIN: 01474523	Mr. Vishal Mehta (Chief Financial Officer)				
Mr. Nikeshbhai J. Mehta (Whole Time Director & Chief Executive Officer) DIN: 01603779	Mr. Kishor Kikani (Company Secretary) Mem. No. A58545				

STATEMENT OF CHANGES IN EQUITY

Macpower CNC Machines Limited					
CIN: L30009GJ2003PLC043419					
Statement of Changes in Equity for the year ended March 31,2026					
(A) EQUITY SHARE CAPITAL					(Rs in Lakhs)
Particulars	Note No.	31-Mar-26	31-Mar-25		
Balance at the beginning of the reporting period		1,000.42	1,000.42		
Changes in equity share capital during the year	13	-	-		
At the end of the year		1,000.42	1,000.42		
(B) OTHER EQUITY					
Particulars	Note No.	Security Premium	General Reserve	Retained earnings	Total Other Equity
Balance at the beginning of the reporting period i.e. 01/04/2024	14	3,704.30	-	7,207.01	10,911.31
Other Comprehensive Income for the year - Remeasurement (Loss)/Gain on Defined Benefit Plans		-	-	(23.42)	(23.42)
Dividends		-	-	(150.06)	(150.06)
Profit during the year		-	-	2,544.17	2,544.17
Balance at the end of the reporting period i.e. 31/03/2025		3,704.30	-	9,577.70	13,282.00
Balance at the beginning of the reporting period i.e. 01/04/2025	14	3,704.30	-	9,577.70	13,282.00
Other Comprehensive Income for the year - Remeasurement (Loss)/Gain on Defined Benefit Plans		-	-	5.20	5.20
Dividends		-	-	(150.06)	(150.06)
Profit during the year		-	-	3,387.08	3,387.08
Balance at the end of the reporting period i.e. 31/03/2026		3,704.30		12,819.92	16,524.22
As per our report of even date		For and on behalf of Board of Directors of Macpower CNC Machines Limited			
For S. C. Makhecha & Associates Chartered Accountants Firm Reg. No. 120184W		Mr. Rupeshbhai J. Mehta Mr. Vishal Mehta (Managing Director) (Chief Financial Officer) DIN: 01474523			
Jay R. Khara Partner Membership no. 182933		Mr. Nikeshbhai J. Mehta Mr. Kishor Kikani (Whole Time Director & (Company Secretary) Chief Executive Officer) Mem. No. A58545 DIN: 01603779			
Signed at Rajkot on 27/05/2026 UDIN: 26182933CFYGIA1914					

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Macpower CNC Machines Limited
CIN: L30009GJ2003PLC043419

Notes forming part of the Financial Statements:
For the year ended on March 31, 2026

Corporate Information :

Macpower CNC Machines Limited was incorporated in 2003. The Company is situated at Plot No. 2234, Near Kranti Gate, GIDC Metoda, Rajkot - 360021 Gujarat. The Company is engaged in the business of manufacturing and sale of CNC and VMC Machines.

1 Basis of Preparation and presentation

The financial statements of the Company have been prepared in accordance with the Indian Accounting Standards ("Ind AS") notified under section 133 of the Companies Act 2013, read together with the Companies(Indian Accounting Standards) Rules, 2015, as amended and presentation requirements of Division II of schedule III to the Companies Act, 2013 (as amended), other relevant provisions of the act, and other accounting principles generally accepted in India, on the historical cost basis except for certain financial instruments that are measured at fair values, as explained in the accounting policies below.

The financial statements have been prepared on accrual basis and under historical cost convention except certain financial assets and liabilities which are measured at fair value.

The Company has prepared the financial statements on the basis that it will continue to operate as a going concern.

2 Summary of Material accounting policies followed by the Company

2.1 Accounting Charges:

- (i) The Company follows the mercantile system of accounting and recognises income and expenditure on an accrual basis.
- (ii) The Company maintains its accounts on accrual basis following historical cost convention, except for certain assets and liabilities that are measured at fair value in accordance with Ind AS which are as under.

Financial assets and liabilities are measured at fair value or at amortised cost depending on classification Refer note no; 2.6

Defined benefit plans – plan assets measured at fair value ; Refer note no 2.9

Lease liability and Right-of-use assets are measured at amortised cost; Refer note no 2.11 and

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Macpower CNC Machines Limited
CIN: L30009GJ2003PLC043419

Notes forming part of the Financial Statements:
For the year ended on March 31, 2026

- (iii) Estimates and assumptions used in the preparation of these financial statements and disclosures made therein are based upon Management's evaluation of the relevant facts and circumstances as on the date of the financial statements, which may differ from the actual results at a subsequent date.

Key Estimates

The preparation of standalone financial statements requires management to make judgments, estimates and assumptions in the application of accounting policies that affect the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. Continuous evaluation is done on the estimation and judgements based on historical experience and other factors, including expectations of future events that are believed to be reasonable. Revisions to accounting estimates are recognised prospectively.

Information about critical judgments in applying accounting policies, as well as estimates and assumptions that have the most significant effect to the carrying amounts of assets and liabilities within the next financial year, are included in the following notes:

A. Estimation of useful lives and residual value of Property, Plant and equipment and intangible assets refer Note- 2.4

B. Estimate of Tax

Recognition of provision of current tax and deferred tax refer- Note 2.5

C. Financial Assets :

Estimating Fair value of Financial Assets refer Note 2.6

Impairment of Financial Assets refer Note 2.6

D. Long term Employee benefit plan

Estimation of Long term Employee benefit plan refer Note 2.9

E. Lease

Measurement of Right of Use Asset and Lease liabilities refer-Note-2.11

F. Provision, Contingent Liabilities and Contingent Assets:

Estimating amount of provisions refer Note 2.15

Estimating amount of Contingent Liability refer Note 32

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Macpower CNC Machines Limited
CIN: L30009GJ2003PLC043419

Notes forming part of the Financial Statements:
For the year ended on March 31, 2026

2.2 Current vs Non Current Classification

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

- a. Expected to be realized or intended to sold or consumed in normal operating cycle
- b. held primarily for the purpose of trading;
- c. expected to be realized within twelve months after the reporting period; or
- d. cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period

All other assets are classified as non-current.

A liability is current when

- a. expected to be settled in normal operating cycle
- b. held primarily for the purpose of trading;
- c. due to be settled within twelve months after the reporting period; or
- d. there is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

All other liabilities are classified as non-current.

Deferred Tax Assets and Liabilities are classified as non current assets and liabilities respectively.

2.3 Revenue Recognition:

- a Revenue from sale of goods is recognised when control of the machine being sold is transferred to the customer and when there are no longer any unfulfilled obligations. The Performance Obligations in the contracts are fulfilled at the time of dispatch, delivery or upon formal customer acceptance depending on customer terms.
- b Revenue is measured on the basis of contracted price, after deduction of any trade discounts, and any taxes or duties collected on behalf of the Government such as goods and services tax, etc. Revenue is only recognised to the extent that it is highly probable a significant reversal will not occur.
- c Income from services rendered is recognised based on agreements/arrangements with the customers as the service is performed and there are no unfulfilled obligations.

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Macpower CNC Machines Limited
CIN: L30009GJ2003PLC043419

Notes forming part of the Financial Statements:
For the year ended on March 31, 2026

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

2.4 Property, plant and equipment and Intangible Assets

Property, plant and equipment

- a Property, plant and equipment are stated at cost less accumulated depreciation / amortisation and impairment loss, if any, except freehold land which is carried at cost. The cost comprises its purchases price, borrowing cost and any cost directly attributable to the bringing the assets to its working condition for its intended use. Subsequent expenditures related to an item of Property, plant and equipment are added to its book value only if they increases the future benefits from the existing asset beyond its previously assessed standard of performance.
- b Property, plant and equipments which are not ready for intended use as on the date of Balance Sheet are disclosed as "Capital work-in-progress".
- c Own construction or manufactured PPE is capitalised at cost including administrative and other general overhead expenses that are specifically attributable to construction or acquisition of PPE or bringing the PPE to working condition are allocated and capitalised as a part of the cost of the PPE.
- d All other expenses on Property, plant and equipment, including repair and maintenance expenditure and replacement expenditure of parts, are charged to Statement of Profit and Loss for the period during the which such expenses are incurred.
- e Gains or losses that arise on disposal or retirement of an asset are measured as the difference between net disposal proceeds and the carrying value of an asset and are recognised in the statement of profit and loss when the asset is derecognised.
- f Depreciation methods, estimated useful lives and residual value:

Depreciation on tangible assets is provided on the straight-line method over the useful lives of assets as prescribed under Part C of Schedule II of the Companies Act 2013.

Depreciation is recognized so as to write off the cost of assets (other than freehold land) less their residual values over their useful lives prescribed in Schedule II to the Companies Act, 2013, using the straight-line method. The estimated useful lives, residual values and depreciation method are reviewed at the end of each reporting period, with the effect of any changes in estimate accounted for on a prospective basis.

The management of the company believes that the useful lives as given below best represent the useful lives of these assets based on internal assessment and supported by technical advice wherever necessary which is as prescribed under Part C of Schedule II of the Companies Act 2013.

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Macpower CNC Machines Limited
CIN: L30009GJ2003PLC043419

Notes forming part of the Financial Statements:
For the year ended on March 31, 2026

Sr. No.	Assets Category	Useful Life
1	Building	30 Years
2	Computers	3 Years
3	Electrical Installation	10 Years
4	Furniture & Fixtures	10 Years
5	Office Equipment	5 Years
6	Plant & Machinery	15 Years
7	Vehicle	
	Four Wheelers	8 Years
	Two Wheelers	10 Years

Intangible Assets

- Intangible assets purchased are initially measured at cost. The cost of an intangible asset comprises its purchase price including duties and taxes and any costs directly attributable to making the asset ready for their intended use.
- The Company expenses costs incurred during research phase to profit or loss in the year in which they are incurred. Expenses incurred during the development phase are initially recognised as intangible assets under development until the development phase is complete, upon which the amount is capitalised as intangible asset.
- Subsequent expenditure is capitalised only when it increases the future economic benefits embodied in the specific asset to which it relates. All other expenditure are recognised in standalone statement of profit or loss as incurred.
- Subsequently, intangible assets are carried at cost less any accumulated amortisation and accumulated impairment losses, if any.
- Amortization methods, estimated useful lives and residual value:-

The useful lives of intangible assets are assessed as either finite or infinite. Finite-life intangible assets are amortised on a straight-line basis over the period of their estimated useful lives. Estimated useful lives by major class of finite-life intangible assets are as follows:

Sr. No.	Assets Category	Useful Life
1	Computer software and mobile application	10 Years
2	Other Software	10 Years
3	Designs for Machinery	10 Years
4	Technical Know-how	5 Years

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Macpower CNC Machines Limited
CIN: L30009GJ2003PLC043419

Notes forming part of the Financial Statements:
For the year ended on March 31, 2026

2.5 Taxation

Tax expense represents the sum of the current tax and deferred tax. Current and deferred tax are recognized in profit or loss, except when they relate to items that are recognized in other comprehensive income or directly in equity, in which case, the current and deferred tax are also recognized in Other Comprehensive Income or directly in equity respectively.

(a) Current Tax:

The current tax payable is based on taxable profit for the year. Taxable profit differs from 'profit before tax' as reported in the Statement of Profit and Loss because of items of income or expense that are taxable or deductible in other years and items that are never taxable or deductible. The Company's current tax is calculated using tax rates that have been enacted by the end of the reporting period. Current tax assets and current tax liabilities are off set, and presented as net.

(b) Deferred Tax:

Deferred tax is recognized on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognized for all taxable temporary differences. Deferred tax assets are generally recognized for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilized. Such deferred tax assets and liabilities are not recognized if the temporary difference arises from the initial recognition of assets and liabilities in a transaction that affects neither the taxable profit nor the accounting profit. Deferred tax assets and deferred tax liabilities are off set, and presented as net.

The carrying amount of deferred tax assets is reviewed at each balance sheet date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available against which the temporary differences can be utilised.

2.6 Financial Instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity. Financial assets and financial liabilities are recognized when a Company becomes a party to the contractual provisions of the instruments.

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Macpower CNC Machines Limited
CIN: L30009GJ2003PLC043419

Notes forming part of the Financial Statements:
For the year ended on March 31, 2026

(a) Financial assets

(i) Classification

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

Those to be measured subsequently, at fair value (either through other comprehensive income, or through profit or loss), and those already measured, at amortised cost.

The classification is done depending upon the Company's business model for managing the financial assets and the contractual terms of the cash flows. For assets measured at fair value, gains and losses will be recorded in profit or loss or in Other Comprehensive Income as per the requirement of applicable Ind AS.

(ii) Measurement

At initial recognition

At initial recognition, the Company measures a financial asset at its fair value. Trade receivables that do not contain significant financing component are measured at transaction price.

Subsequent Measurement

All recognised financial assets are subsequently measured in their entirety either at amortised cost or at fair value as follows:

At amortised cost

A financial asset is measured at the amortised cost if both the following conditions are met:

(i) The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows, and

(ii) Contractual terms of the asset give rise, on specified dates, to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

At Fair Value through Other Comprehensive Income (FVTOCI)

A financial asset is measured at fair value through other comprehensive income (FVOCI) if both the following conditions are met :

(i) The objective of the business model is achieved both by collecting contractual cash flows and selling the financial assets, and

(ii) Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Macpower CNC Machines Limited
CIN: L30009GJ2003PLC043419

Notes forming part of the Financial Statements:
For the year ended on March 31, 2026

At Fair Value through Profit & Loss (FVTPL)

Financial assets which are not measured at amortised cost or FVTOCI and are held for trading are measured at FVTPL.

(iii) Impairment of financial assets

The Company assesses on a forward looking basis of the expected credit losses associated with its assets carried at amortised cost. The impairment methodology applied depends on whether there has been a significant increase in credit risk and if so, assess the need to provide for the same in the Statement of Profit and Loss.

Lifetime ECL are the expected credit losses resulting from all possible default events over the expected life of a financial asset. 12-month ECL are a portion of the lifetime ECL which result from default events that are possible within 12 months from the reporting date.

For Trade Receivables the Company applies 'simplified approach' which requires expected lifetime losses to be recognised from initial recognition of the receivables

ECL impairment allowance recognised (or reversed) during the year is recognised as income/expense in the Statement of Profit and Loss under the head 'Other expenses' / 'Other Income'.

(iv) Derecognition of financial assets

A financial asset is derecognised only when Company has transferred the rights to receive cash flows from the financial asset. Where the entity has transferred an asset, the Company evaluates whether it has transferred substantially all risks and rewards of ownership of the financial asset. In such cases, the financial asset is derecognised.

(b) Financial Liability

(i) Classification as debt or Equity

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

An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities.

(ii) Measurement

At initial recognition

All financial liabilities are recognised initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.

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

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Macpower CNC Machines Limited
CIN: L30009GJ2003PLC043419

Notes forming part of the Financial Statements:
For the year ended on March 31, 2026

Subsequent measurement

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

The amount for trade payables & other payables represent obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. These payables are classified as 'current liabilities' if payments are due within one year or less otherwise they are presented as 'non-current liabilities'. Trade payables are subsequently measured at amortised cost.

(iii) Derecognition

Liability is removed from the balance sheet when the obligation specified in the contract is discharged, cancelled or expired. The difference between the carrying amount of a financial liability that has been extinguished or transferred to another party and the consideration paid, including any non-cash assets transferred or liabilities assumed, is recognised in profit or loss as other gains/ (losses).

When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in the statement of profit or loss.

2.7 Foreign Currency Transactions:

Items included in the financial statements are measured and presented in Indian rupee (INR), which is Company's functional and presentation currency.

a Initial Recognition:

Foreign currency transactions are recorded in the reporting currency by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transactions.

b Conversion:

Foreign currency monetary items are retranslated using the exchange rate prevailing at the reporting date. Non-monetary items, which are measured in terms of historical cost denominated in a foreign currency, are reported using the exchange rate at the date of the transactions. Non-monetary items, which are measured at fair value or others similar valuation denominated in a foreign currency, are translated using the exchange rate at the date when such value was determined.

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Macpower CNC Machines Limited
CIN: L30009GJ2003PLC043419

Notes forming part of the Financial Statements:
For the year ended on March 31, 2026

c Exchange Differences:

The company accounts for exchange differences arising on translation/ settlement of foreign currency monetary are recognized as income or as expenses in the period in which they arise.

2.8 Inventories:

Inventories are valued after providing for obsolescence, as under:

Raw Materials, Work-In-Progress and Finished Goods are valued at lower of Cost or Net Realizable Value. FIFO method is used for determining cost.

Cost of Inventories comprises cost of purchase, cost of conversion and other costs incurred in bringing the inventories to the present location and condition but does not include statutory levies for which input credits is availed by the company.

Costs of Finished Goods and Works-in Progress are determined by taking material cost (Net of Input tax credit availed), labor and relevant appropriate overheads based on the normal operating capacity but excluding borrowing costs.

Net realisable value is the estimated selling price in the ordinary course of business, less estimated cost of completion and estimated cost necessary to make the sale.

2.9 Employee Benefits:

A Short-term employee benefits:

- a Employee benefits such as salaries, wages, bonus, etc falling due wholly within twelve months of rendering the service are classified as short-term employee benefits and are expensed in the period in which the employee renders the service.

B Post-employment benefits:

- a Retirement benefit in the form of provident fund is a defined contribution scheme. The company has no obligation, other than the contribution payable to the provident fund. The company recognizes contributions payable to the provident fund scheme as an expenditure, when an employee renders the related services.
- b The Company has defined benefit plans for its employees, viz., gratuity. The cost of providing benefits under this plans are determined on the basis of actuarial valuation at each year end. Actuarial valuation is carried out for the plan using the projected unit credit method. Actuarial gains and losses for defined benefit plans are recognised in Other Comprehensive Income.

2.10 Borrowing Cost:

- a Borrowing cost includes interest and ancillary costs incurred in connection with the arrangement of borrowings.
- b Borrowing costs directly attributable to the construction of an asset that necessarily take a substantial period of time to get ready for its intended use are capitalized as part of the cost of the respective asset. All of these borrowing costs are expensed in the period they are incurred.

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Macpower CNC Machines Limited
CIN: L30009GJ2003PLC043419

Notes forming part of the Financial Statements:
For the year ended on March 31, 2026

2.11 Lease:

Company as lessee measures the right-of-use asset at cost by recognition of right-of-use asset and a lease liability on initial measurement of the right-of-use asset at the commencement date of the lease.

The cost of the right-of-use asset comprises:

- i) the amount of the initial measurement of the lease liability,
- ii) any lease payments made at or before the commencement date less any incentives received,
- iii) any initial direct costs incurred,
- iv) an estimate of costs to be incurred in dismantling and removing the underlying asset, restoring the site on which it is located or restoring the underlying asset to the condition required by the terms and conditions of the lease, unless those costs are incurred to produce inventories.

Lease liability is initially measured at the present value of the lease payments that are not paid at that date. The lease payments are discounted using the interest rate implicit in the lease, if the rate cannot be readily determined incremental borrowing rate is considered. Interest on lease liability in each period during the lease is the amount that produces a constant periodic rate of interest on the remaining balance of the lease liability.

Lease payments comprises the following payments for the right to use asset during the lease term that are not paid at the commencement date:

- i) fixed payments less any lease incentives receivable
- ii) variable lease payments
- iii) amounts expected to be payable under residual value guarantees
- iv) the exercise price of a purchase option, if the Company is reasonably certain to exercise that option
- v) payments of penalties for terminating the lease, if the lease term reflects the Company exercising an option to terminate the lease.

Subsequent measurement of the right-of-use asset after the commencement date is at cost model, the value of right-of-use asset is initially measured cost less accumulated depreciation and any accumulated impairment loss and adjustment for any re-measurement of the lease liability.

The right-of-use asset is depreciated from the commencement date to the earlier of the end of the useful life of the asset or the end of lease term, unless lease transfers ownership of the underlying asset to the company by the end of the lease term or if the cost of the right-of-asset reflects that the Company will exercise a purchase option, in such case the Company depreciates asset to the end of the useful life. Subsequent measurement of the lease liability after the commencement date reflects the initially measured liability increased by interest on lease liability, reduced by lease payments and re-measuring the carrying amount to reflect any re-assessment or lease modification.

Right-of-use asset and lease liability are presented on the face of balance sheet. Depreciation charge on right-to-use is presented under depreciation expense as a separate line item. Interest charge on lease liability is presented under finance cost as a separate line item. Under the cash flow statement, cash flow from lease payments including interest are presented under financing activities.

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Macpower CNC Machines Limited
CIN: L30009GJ2003PLC043419

Notes forming part of the Financial Statements:
For the year ended on March 31, 2026

2.12 Cash and cash equivalents

Cash and cash equivalents includes cash on hand and at bank, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less that are readily convertible to a known amount of cash and are subject to an insignificant risk of changes in value and are held for the purpose of meeting short-term cash commitments. For the purpose of the Statement of Cash Flows, cash and cash equivalents consists of cash and short term deposits, as defined above, net of outstanding bank overdraft as they are being considered as integral part of the Company's cash management.

2.13 Segment Reporting

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker (CODM). Managing Director of the Company has been identified as CODM and he assesses the financial performance and position of the Company and makes strategic decisions. Refer to note 40 for the segment information presented.

2.14 Earning Per Share:

Basic earnings per share is calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. Earnings considered in ascertaining the Company's earnings per share is the net profit for the period. The weighted average number of equity shares outstanding during the period and all periods presented is adjusted for events, such as bonus shares, other than the conversion of potential equity shares, that have changed the number of equity shares outstanding, without a corresponding change in resources. For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of share outstanding during the period is adjusted for the effects of all dilutive potential equity shares.

2.15 Provision, Contingent Liabilities and Contingent Assets:

- a Provision is recognised in the accounts when there is a present obligation as a result of past event(s) and it is probable that an outflow of resources will be required to settle the obligation and reliable estimate can be made. Provisions are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the reporting date. These estimates reviewed at each reporting date and adjusted to reflect the current best estimate.

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Macpower CNC Machines Limited
CIN: L30009GJ2003PLC043419

Notes forming part of the Financial Statements:
For the year ended on March 31, 2026

- b Contingent liabilities are disclosed unless the possibility of outflow of resources is remote. Contingent assets are not recognised in the financial statements.

2.16 Statement of Cash Flows

Statement of Cash Flows is prepared segregating the cash flows into operating, investing and financing activities. Cash flow from operating activities is reported using indirect method, adjusting the profit before tax excluding exceptional items for the effects of:

- (i) changes during the period in inventories and operating receivables and payables, transactions of a non-cash nature;
- (ii) non-cash items such as depreciation, provisions, unrealised foreign currency gains and losses; and
- (iii) all other items for which the cash effects are investing or financing cash flows.

2.17 Recent Accounting pronouncement:

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. During the year ended March 31, 2026, MCA has notified the Companies (Indian Accounting Standards) Amendment Rules, 2025 applicable to the company w.e.f. 1st April, 2025.

1 Amendments to Ind AS 21 - Effects of Changes in Foreign Exchange Rates

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

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

2 Amendments to Ind AS 1 - Classification of Liabilities as Current or Non-current and Non-current Liabilities with Covenants

In August 2025, the MCA notified amendments to paragraphs 69 to 76 of Ind AS 1 to specify the requirements for classifying liabilities as current or non-current. The amendments clarify:

- a. What is meant by a right to defer settlement
- b. That a right to defer must exist at the end of the reporting period
- c. That classification is unaffected by the likelihood that an entity will exercise its deferral right

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Macpower CNC Machines Limited
CIN: L30009GJ2003PLC043419

Notes forming part of the Financial Statements:
For the year ended on March 31, 2026

d. That only if an embedded derivative in a convertible liability is itself an equity instrument would the terms of a liability not impact its classification

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

If there is a breach of a material covenant of a long term loan arrangement on or before the end of the reporting period, resulting in the liability becoming payable on demand as at the reporting date, and the lender agrees—after the reporting period but before the financial statements are approved for issue—not to demand repayment for at least 12 months as a consequence of the breach, this shall be treated as an adjusting event. Accordingly, the entity is not required to classify the liability as current.

The amendments are effective for annual reporting periods beginning on or after 1 April 2025 retrospectively in accordance with Ind AS 8.

3 Amendments to Ind AS 7 and Ind AS 107 - Supplier Finance Arrangements

In August 2025, the MCA notified amendments to Ind AS 7 Statement of Cash Flows and Ind AS 107 Financial Instruments: Disclosures to clarify the characteristics of supplier finance arrangements and require additional disclosure of such arrangements. The disclosure requirements in the amendments are intended to assist users of financial statements in understanding the effects of supplier finance arrangements on an entity's liabilities, cash flows and exposure to liquidity risk.

4 International Tax Reform—Pillar Two Model Rules – Amendments to Ind AS 12

In August 2025, the MCA notified amendments to Ind AS 12 Income Taxes in response to the OECD's BEPS Pillar Two rules and include:

A mandatory temporary exception to the recognition and disclosure of deferred taxes arising from the jurisdictional implementation of the Pillar Two model rules; and

Disclosure requirements for affected entities to help users of the financial statements better understand an entity's exposure to Pillar Two income taxes arising from that legislation, particularly before its effective date.

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

These amendments had no impact on the company's financial statements.

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Macpower CNC Machines Limited CIN: L30009GJ2003PLC043419									
Notes forming part of Financial Statements for the year ended 31st March 2026									
(Rs in Lakhs)									
Note - 3 Property, Plant and Equipment, Right to Use Asset, Other Intangible Asset, Capital Work-in-Progress and Intangible Assets Under Development									
Current Year									
Particulars	Gross Block			Depreciation/Impairment			Net Block		
	As at April 1, 2025	Additions	Deductions/ Adjustments	As at March 31, 2026	As at April 1, 2025	Additions	Deductions/ Adjustments	As at March 31, 2026	As at March 31, 2026
(a) Property, Plant and Equipment:									
1. Land	46.25	-	-	46.25	-	-	-	-	46.25
2. Building	1,357.92	636.95	-	1,994.87	369.51	48.11	-	417.62	1,577.25
3. Plant & Machinery	5,299.73	565.83	-	5,865.56	1,559.32	528.48	-	2,087.80	3,777.76
4. Furniture & Fixtures	140.68	27.90	-	168.58	64.69	11.61	-	76.30	92.28
5. Office Equipment	203.25	35.59	-	238.84	76.75	27.34	-	104.09	134.75
6. Vehicles	302.37	27.00	-	329.37	194.18	20.08	-	214.26	115.11
7. Computers & Software	225.36	73.58	-	298.94	121.11	56.22	-	177.33	121.61
Total	7,575.56	1,366.85	-	8,942.41	2,385.56	691.84	-	3,077.40	5,865.01
(b) Intangible Assets:									
Internally Generated									
Technical Know-how	26.25	152.29	-	178.54	0.15	19.44	-	19.59	158.95
Total	26.25	152.29	-	178.54	0.15	19.44	-	19.59	158.95
Acquired Intangible Assets									
Design	12.00	-	-	12.00	11.60	0.21	-	11.81	0.19
Computer Software	39.20	7.61	-	46.81	31.64	3.06	-	34.70	12.11
STERP Software (PTU)	13.00	-	-	13.00	12.36	-	-	12.36	0.64
Total	64.20	7.61	-	71.81	55.60	3.27	-	58.87	12.94
(c) Right to use asset:									
Leasehold Assets	350.58	7.35	258.73	99.20	79.14	25.00	31.63	72.51	26.69
Total	350.58	7.35	258.73	99.20	79.14	25.00	31.63	72.51	26.69
(d) Intangible Assets under Development									
Technical Know-how	9.37	18.11	27.48	-	-	-	-	-	-
Total	9.37	18.11	27.48	-	-	-	-	-	-
(e) Capital Work in Progress	485.84	366.16	786.58	65.42	-	-	-	-	65.42
Total	485.84	366.16	786.58	65.42	-	-	-	-	65.42
Total	8,511.80	1,918.37	1,072.79	9,357.38	2,520.45	739.55	31.63	3,228.37	6,129.01

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Macpower CNC Machines Limited CIN: L30009GJ2003PLC043419									
Notes forming part of Financial Statements for the year ended 31st March 2026									
(Rs in Lakhs)									
Note - 3 Property, Plant and Equipment, Right to Use Asset, Other Intangible Asset, Capital Work-in-Progress and Intangible Assets Under Development									
Previous Year									
Particulars	Gross Block				Depreciation/Impairment				Net Block
	As at April 1, 2024	Additions	Deductions/ Adjustments	As at March 31, 2025	As at April 1, 2024	Additions	Deductions/ Adjustments	As at March 31, 2025	As at March 31, 2025
(a) Property, Plant and Equipment:									
1. Land	46.25	-	-	46.25	-	-	-	-	46.25
2. Building	1,357.92	-	-	1,357.92	331.31	38.20	-	369.51	988.41
3. Plant & Machinery	4,453.35	851.27	4.89	5,299.73	1,122.94	436.38	-	1,559.32	3,740.41
4. Furniture & Fixtures	110.66	30.02	-	140.68	55.65	9.04	-	64.69	75.99
5. Office Equipment	135.08	68.17	-	203.25	62.03	14.72	-	76.75	126.50
6. Vehicles	271.27	31.10	-	302.37	174.29	19.89	-	194.18	108.19
7. Computers & Software	125.69	99.67	-	225.36	89.59	31.52	-	121.11	104.25
Total	6,500.22	1,080.23	4.89	7,575.56	1,835.81	549.75	-	2,385.56	5,190.00
(b) Intangible Assets:									
Internally Generated									
Technical Know-how	-	26.25	-	26.25	-	0.15	-	0.15	26.10
Total	-	26.25	-	26.25	-	0.15	-	0.15	26.10
Acquired Intangible Assets									
Design	12.00	-	-	12.00	11.21	0.39	-	11.60	0.40
Computer Software	35.48	3.72	-	39.20	28.61	3.03	-	31.64	7.56
STERP Software (PTU)	13.00	-	-	13.00	12.36	-	-	12.36	0.64
Total	60.48	3.72	-	64.20	52.18	3.42	-	55.60	8.60
(c) Right to use asset:									
Leasehold Assets	82.48	268.10	-	350.58	38.62	40.52	-	79.14	271.44
Total	82.48	268.10	-	350.58	38.62	40.52	-	79.14	271.44
(d) Intangible Assets under Development									
Technical Know-how	-	9.37	-	9.37	-	-	-	-	9.37
Total	-	9.37	-	9.37	-	-	-	-	9.37
(e) Capital Work in Progress	270.85	368.28	153.29	485.84	-	-	-	-	485.84
Total	270.85	368.28	153.29	485.84	-	-	-	-	485.84
Total	6,914.03	1,755.95	158.18	8,511.80	1,926.61	593.84	-	2,520.45	5,991.35

Macpower CNC Machines Limited CIN: L30009GJ2003PLC043419					
Notes forming part of Financial Statements for the year ended 31st March 2026					
(Rs in Lakhs)					
Note - 3 Property, Plant and Equipment, Right to Use Asset, Other Intangible Asset, Capital Work-in-Progress and Intangible Assets Under Development					
Note - Details of Capital work in progress (CWIP)					
Tangible CWIP aging Schedule as on 31/03/2026					
CWIP	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress					
1. Land *	53.43	-	-	-	53.43
2. Pattern	7.18	-	-	-	7.18
3. Tools & Equipments	4.81	-	-	-	4.81
Total	65.42	-	-	-	65.42
* The Company has paid Stamp Duty & Processing fees for acquiring Government land to District Magistrate, Rajkot.					
Tangible CWIP aging Schedule as on 31/03/2025					
CWIP	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress					
1. Factory Building	204.68	270.85	-	-	475.53
2. Pattern	2.92	-	-	-	2.92
3. Tools & Equipments	7.39	-	-	-	7.39
Total	214.99	270.85	-	-	485.84
Intangible CWIP aging Schedule as on 31/03/2025					
CWIP	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress					
1. Technical Know-how	9.37	-	-	-	9.37
Total	9.37	-	-	-	9.37

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Macpower CNC Machines Limited CIN: L30009GJ2003PLC043419							
Notes forming part of the Financial Statements:							
(Rs in Lakhs)							
Note No.	Particulars	March 31,2026		March 31,2025			
4	OTHER FINANCIAL ASSETS						
	<u>Other Non - Current Financial Assets</u>						
	Deposits		79.76			86.41	
	TOTAL OTHER NON CURRENT FINANCIAL ASSETS (A)		79.76			86.41	
	<u>Other Current Financial Assets</u>						
	Deposits		120.00			116.37	
	Insurance Claim		-			362.39	
	TOTAL OTHER CURRENT FINANCIAL ASSETS (B)		120.00			478.76	
	TOTAL OTHER FINANCIAL ASSETS (A+B)		199.76			565.17	
5	DEFERRED TAX LIABILITY (NET)						
(i)	<u>Statement of Deferred Tax Assets/(Liability)</u>						
	<u>Deferred Tax Assets on account of temporary difference in</u>						
	Lease liability *		7.41			72.52	
	Gratuity		5.58			0.21	
	Provision for Expected Credit Loss		0.40			3.08	
	Gross Deferred Tax Assets (a)		13.39			75.81	
	<u>Deferred Tax Liabilities on account of temporary difference in</u>		-			-	
	Property, Plant and Equipment		(291.78)			(273.99)	
	Right to Use Assets *		(6.54)			(68.32)	
	Gross deferred tax liabilities (b)		(298.32)			(342.31)	
	DEFERRED TAX ASSETS /(LIABILITY) (a-b)		(284.93)			(266.50)	
(ii)	<u>Movement in Deferred Tax Assets</u>						
	Particulars	Property, plant & equipment	Gratuity	Lease liability	Right-to-use asset	Provision for Expected Credit Loss	Total
	At April 1,2024	(250.14)	16.59	11.98	(11.04)	3.96	(228.65)
	To profit & loss	(23.85)	(22.20)	60.54	(57.28)	(0.88)	(43.67)
	To OCI	-	5.82	-	-	-	5.82
	At March 31,2025	(273.99)	0.21	72.52	(68.32)	3.08	(266.50)
	To profit & loss	(17.79)	7.12	(65.11)	61.78	(2.68)	(16.68)
	To OCI	-	(1.75)	-	-	-	(1.75)
	At March 31,2026	(291.78)	5.58	7.41	(6.54)	0.40	(284.93)
* Due to change in terms of certain leases during the year company has unrecognised lease liability and Right to use assets which is the reason for such large movement in Deferred Tax Asset and Deferred Tax Liability incurred due to Lease liability and Right to use asset respectively. Refer note 49 for detailed explanation.							

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Macpower CNC Machines Limited CIN: L30009GJ2003PLC043419							
Notes forming part of the Financial Statements:							
(Rs in Lakhs)							
Note No.	Particulars	March 31,2026	March 31,2025				
6 OTHER ASSETS							
	<u>Other Non - Current Assets (Unsecured) considered good</u>						
	Employee Benefit Deferred Expense	10.08	10.42				
	TOTAL OTHER NON CURRENT ASSETS (A)	10.08	10.42				
	<u>Other Current Assets</u>						
	Advances to Employee	5.64	15.87				
	Advances to Supplier	236.16	201.68				
	Balance with Govt Authorities	3.32	3.43				
	Prepaid Expenses	7.17	6.26				
	TOTAL OTHER CURRENT ASSETS (B)	252.29	227.24				
	TOTAL OTHER ASSETS (A+B)	262.37	237.66				
7 INVENTORIES							
	Raw Material	12,263.51	10,096.04				
	Semi Finished Goods	1,002.46	650.34				
	Finished Goods	1,289.10	133.02				
	TOTAL INVENTORIES	14,555.07	10,879.40				
8 TRADE RECEIVABLES							
	(Unsecured, Considered Good, unless stated otherwise)						
	Good	4,628.27	3,444.66				
	Expected Credit Loss	1.59	12.26				
	TOTAL TRADE RECEIVABLES	4,626.68	3,432.40				
<u>Aging of Trade Receivable As on 31/03/2026</u>							
	Particulars	Outstanding for following periods from due date of payment					Total As on March 31,2026
		Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	
	(i) Undisputed Trade receivables – considered good	3,493.93	818.87	167.94	131.63	-	4,612.37
	(ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
	(iii) Undisputed Trade Receivables – credit impaired	-	-	-	-	15.90	15.90
	(iv) Disputed Trade Receivables–considered good	-	-	-	-	-	-
	(v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
	(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-
	Total	3,493.93	818.87	167.94	131.63	15.90	4,628.27
	Less: Provision for Expected Credit Loss						1.59
	Total						4,626.68

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Macpower CNC Machines Limited CIN: L30009GJ2003PLC043419							
Notes forming part of the Financial Statements:							
(Rs in Lakhs)							
Note No.	Particulars	March 31,2026					March 31,2025
Aging of Trade Receivable As on 31/03/2025							
	Particulars	Outstanding for following periods from due date of payment					Total As on March 31,2025
		Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	
	(i) Undisputed Trade receivables – considered good	2,912.99	253.09	203.79	58.29	-	3,428.16
	(ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
	(iii) Undisputed Trade Receivables – credit impaired	-	-	-	-	16.50	16.50
	(iv) Disputed Trade Receivables–considered good	-	-	-	-	-	-
	(v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
	(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-
	Total	2,912.99	253.09	203.79	58.29	16.50	3,444.66
Less: Provision for Expected Credit Loss							12.26
Total							3,432.40
9 CASH & CASH EQUIVALENT							
Cash on Hand					4.92	3.75	
Balances with Bank							
In Current Account					201.16	175.65	
In Current Account for Unpaid Dividend					0.73	0.90	
In Cash Credit Account -Debit Balance (Secured)					387.96	413.53	
TOTAL CASH & CASH EQUIVALENT					594.77	593.83	
Disclosure regarding Cash Credit Limit with Axis Bank Limited							
Axis Bank Ltd. CC A/c. 914030041250678, is primarily secured by hypothecation of current assets both present and future of the company.							
Further mortgage of industrial property situated at plot no. 2234, GIDC Iodhika Industrial Estate, Kalawad road, Village : Metoda Taluka: Lodhia, Rajkot							
The facility is further guaranteed by the personal gurantee of Mr. Rupeshbhai Mehta							
Repayment Terms: Repayable on Demand.							

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Macpower CNC Machines Limited CIN: L30009GJ2003PLC043419					
Notes forming part of the Financial Statements:					
(Rs in Lakhs)					
Note No.	Particulars	March 31,2026	March 31,2025		
10	OTHER BANK BALANCES				
	Deposits with residual maturity for less than 12 months	67.42	64.62		
	TOTAL OTHER BANK BALANCES	67.42	64.62		
11	Loans				
	Loans & Advances (Unsecured, considered good unless otherwise stated				
	Loans to related parties	-	-		
	Loans to Employees	37.15	44.56		
	TOTAL LOANS & ADVANCES	37.15	44.56		
	Sub-classification of loans				
	Loans Receivables considered good- Secured	-	-		
	Loans Receivables considered good- Unsecured	37.15	44.56		
	Loans Receivables which have significant increase in Credit Risk	-	-		
	Loans Receivables - credit impaired	-	-		
1. In line with Circular No 04/2015 issued by Ministry of Corporate Affairs dated 10th March, 2015, loans given to employees as per the Company's policy are not considered for the purposes of disclosure under Section 186(4) of the Companies Act, 2013. There are no loans or advances in the nature of loans granted to Promoters, Directors, KMPs and their 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					
12	CURRENT TAX ASSET	73.83	-		
13	EQUITY SHARE CAPITAL				
(a)	Authorized Share Capital				
	Equity Shares of Rs. 10 each	No. of Equity Shares	10,005,000	10,005,000	
		Amount	1,000.50	1,000.50	
(b)	Issued, Subscribed & Paid up Share Capital				
	Equity Shares of Rs. 10 each	No. of Equity Shares	10,004,160	10,004,160	
		Amount	1,000.42	1,000.42	
	TOTAL EQUITY SHARE CAPITAL		1,000.42	1,000.42	
(c)	Reconciliation of the shares outstanding at the beginning and at the end of the reporting period - Equity Shares				
		2025-26		2024-25	
		No.	Amount (Rs.)	No.	Amount (Rs.)
	At the beginning of the period	10,004,160	1,000.42	10,004,160	1,000.42
	Shares issued during the year	-	-	-	-
	Outstanding at the end of the period	10,004,160	1,000.42	10,004,160	1,000.42

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Macpower CNC Machines Limited CIN: L30009GJ2003PLC043419						
Notes forming part of the Financial Statements:						
(Rs in Lakhs)						
Note No.	Particulars	March 31,2026		March 31,2025		
(d)	<u>Terms/Rights attached to Equity Shares</u> The company has only one class of equity shares having a per share value of Rs. 10/- per share. Each holder of equity shares is entitled to one vote per share. In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.					
(e)	<u>Details of shareholders holding more than 5% shares in the company</u>					
	Name of Shareholder	As at March 31,2026		As at March 31,2025		
		No.	% of total holding	No.	% of total holding	
	Rupeshbhai J. Mehta	3,153,526	31.52%	3,153,526	31.52%	
	Riyaben R. Mehta	1,814,982	18.14%	1,814,982	18.14%	
	Nikeshbhai J. Mehta	N.A.	N.A.	861,056	8.61%	
	Mehta Nimishaben Nikeshbhai	777,309	7.77%	777,309	7.77%	
	Reyna Rupeshbhai Mehta	515,000	5.15%	N.A.	N.A.	
	Vincy Rupeshbhai Mehta	520,000	5.20%	N.A.	N.A.	
	Name of Shareholder	As at March 31,2025		As at March 31,2024		
		No.	% of total holding	No.	% of total holding	
	Rupeshbhai J. Mehta	3,153,526	31.52%	3,153,526	31.52%	
	Riyaben R. Mehta	1,814,982	18.14%	1,814,982	18.14%	
	Nikeshbhai J. Mehta	861,056	8.61%	1,341,062	13.41%	
	Mehta Nimishaben Nikeshbhai	777,309	7.77%	777,309	7.77%	
As per records of the company, including its register of shareholders/members and other declaration received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownership of shares.						
(f)	<u>Details of shares held by the Promoters</u>					
Promoter name	As on 31/03/2026		As on 31/03/2025		Change in holding	
	No. of Shares	%of total shares	No. of Shares	%of total shares	No. of Shares	%of total shares
Mr. Rupesh J. Mehta	3,153,526	31.52%	3,153,526	31.52%	-	0.00%
Mr. Nikesh J. Mehta	381,056	3.81%	861,056	8.61%	(480,000)	-4.80%
Mrs. Riyaben R. Mehta	1,814,982	18.14%	1,814,982	18.14%	-	0.00%
Mrs. Nimishaben N. Mehta	777,309	7.77%	777,309	7.77%	-	0.00%
Ms. Pritiben J. Mehta	136,822	1.37%	136,822	1.37%	-	0.00%

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Macpower CNC Machines Limited CIN: L30009GJ2003PLC043419							
Notes forming part of the Financial Statements:							
(Rs in Lakhs)							
Note No.	Particulars					March 31,2026	March 31,2025
	Mehta Rupeshkumar Jagdishchandra (HUF)	21,593	0.22%	21,593	0.22%	-	0.00%
	Reyna Rupeshbhai Mehta	515,000	5.15%	275,000	2.75%	240,000	2.40%
	Vincy Rupeshbhai Mehta	520,000	5.20%	280,000	2.80%	240,000	2.40%
	Total	7,320,288	73.18%	7,320,288	73.18%	-	0.00%
		As on 31/03/2025		As on 31/03/2024		Change in holding	
Promoter name		No. of Shares	%of total shares	No. of Shares	%of total shares	No. of Shares	%of total shares
	Mr. Rupesh J. Mehta	3,153,526	31.52%	3,153,526	31.52%	-	0.00%
	Mr. Nikesh J. Mehta	861,056	8.61%	1,341,062	13.41%	(480,006)	-4.80%
	Mrs. Riyaben R. Mehta	1,814,982	18.14%	1,814,982	18.14%	-	0.00%
	Mrs. Nimishaben N. Mehta	777,309	7.77%	777,309	7.77%	-	0.00%
	Ms. Pritiben J. Mehta	136,822	1.37%	136,822	1.37%	-	0.00%
	Mehta Rupeshkumar Jagdishchandra (HUF)	21,593	0.22%	21,593	0.22%	-	0.00%
	Reyna Rupeshbhai Mehta	275,000	2.75%	75,000	0.75%	200,000	2.00%
	Vincy Rupeshbhai Mehta	280,000	2.80%	-	-	280,000	2.80%
	Total	7,320,288	73.18%	7,320,294	73.18%	(6)	0.00%
14 OTHER EQUITY							
(a) <u>Security Premium</u>							
Opening Balance						3,704.30	3,704.30
Sub-Total						3,704.30	3,704.30
(b) <u>Retained Earnings</u>							
Opening Balance						9,577.70	7,207.01
Add: Profit during the year						3,387.08	2,544.17
Add: Other Comprehensive Income						5.20	(23.42)
Less: Interim/Final Dividend @ Rs.1.50 Per Share						(150.06)	(150.06)
Sub-Total						12,819.92	9,577.70
TOTAL OTHER EQUITY (a + b)						16,524.22	13,282.00
Description of nature and purpose of reserve							
(a) Security Premium : The Securities Premium was created on issue of shares at premium							
(b) Retained Earnings : Retained Earning Comprises of the companies undistributed earning after taxes and other comprehensive income. The items of OCI consist of net defined benefit liability/asset							

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Macpower CNC Machines Limited CIN: L30009GJ2003PLC043419			
Notes forming part of the Financial Statements:			
(Rs in Lakhs)			
Note No.	Particulars	March 31,2026	March 31,2025
15	BORROWINGS		
	Vehicle Loan		
	Non Current Maturity	21.59	14.10
	Current Maturity	17.12	7.48
	TOTAL BORROWINGS	38.71	21.58
	Terms of Borrowings		
1	Bank Name	Axis Bank	
	Loan Type	Vehicle Loan	
	Security	Hypothecation on Vehicle	
	Repayment Term	36 monthly installments along with interest rate 9.40% p.a.	
2	Bank Name	Axis Bank	
	Loan Type	Vehicle Loan	
	Security	Hypothecation on Vehicle	
	Repayment Term	37 monthly installments along with interest rate 8.50% p.a.	
16	LEASE LIABILITIES		
	LEASE LIABILITIES *		
	A. Non-Current	18.62	253.00
	B. Current	10.76	35.08
	TOTAL LEASE LIABILITIES	29.38	288.08
	* Refer note 49		
17	OTHER FINANCIAL LIABILITIES		
	<u>Other Non-Current Financial Liabilities</u>		
	Security Deposits from Dealer	4.39	4.39
	TOTAL OTHER NON CURRENT FINANCIAL LIABILITIES (A)	4.39	4.39
	<u>Other Current Financial Liabilities</u>		
	Unpaid Dividend	0.73	0.90
	Outstanding Credit Card Dues	1.91	1.18
	TOTAL OTHER CURRENT FINANCIAL LIABILITIES (A)	2.64	2.08
	TOTAL OTHER FINANCIAL LIABILITIES (A+B)	7.03	6.47
18	PROVISIONS		
A	NON-CURRENT PROVISION		
	Provision for employee benefits	-	0.81
	Total Non-Current Provisions	-	0.81
B	CURRENT PROVISION		
	Provision for employee benefits	465.99	346.13
	Provision for expenses	70.40	9.73
	Total Current Provisions	536.39	355.86
	TOTAL PROVISIONS (A+B)	536.39	356.67

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Macpower CNC Machines Limited CIN: L30009GJ2003PLC043419							
Notes forming part of the Financial Statements:							
(Rs in Lakhs)							
Note No.	Particulars	March 31,2026		March 31,2025			
19	TRADE PAYABLES						
Total outstanding dues of micro enterprises and small enterprise		786.05		2,553.13			
Total outstanding dues of creditors other than micro enterprises and small enterprises		6,388.98		2,991.25			
TOTAL TRADE PAYABLES		7,175.03		5,544.38			
Aging of Trade payable as on 31/03/2026							
	Particulars	Outstanding for following periods from due date of payment					Total As on March 31,2026
		Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	
	(i) Micro and Small Enterprise	759.60	5.23	1.01	14.79	5.42	786.05
	(ii) Other than Micro and Small Enterprise	6,113.72	251.40	9.43	6.11	8.32	6,388.98
	(iii) Disputed dues –Micro and Small Enterprise	-	-	-	-	-	-
	(iv)Disputed dues - Other than Micro and Small Enterprise	-	-	-	-	-	-
	Total	6,873.32	256.63	10.44	20.90	13.74	7,175.03
Aging of Trade payable as on 31/03/2025							
	Particulars	Outstanding for following periods from due date of payment					Total As on March 31,2025
		Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	
	(i) Micro and Small Enterprise	2,405.62	119.61	14.61	1.37	11.92	2,553.13
	(ii) Other than Micro and Small Enterprise	2,619.67	337.87	9.44	9.50	14.77	2,991.25
	(iii) Disputed dues –Micro and Small Enterprise	-	-	-	-	-	-
	(iv)Disputed dues - Other than Micro and Small Enterprise	-	-	-	-	-	-
	Total	5,025.29	457.48	24.05	10.87	26.69	5,544.38
Information as required to be furnished as per section 22 of the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act) is given below. This information has been determined to the extent such parties have been identified on the basis of information available with the Company and relied upon by auditors.							
<u>Due to micro, small and medium enterprise</u>							
On the basis of the information and records available with management, outstanding dues to the Micro and Small enterprise as defined in the MSMED Act, 2006 are disclosed as below.							

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Macpower CNC Machines Limited CIN: L30009GJ2003PLC043419			
Notes forming part of the Financial Statements:			
(Rs in Lakhs)			
Note No.	Particulars	March 31,2026	March 31,2025
	Principal amount remaining unpaid to any supplier as at the year end.	786.05	2,553.13
	Interest due thereon	-	-
	Amount of interest paid by the Company in terms of section 16 of the MSMED, along with the amount of the payment made to the supplier beyond the appointed day during the accounting year	-	-
	Amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the MSMED	-	-
	Amount of interest accrued and remaining unpaid at the end of the accounting year	-	-
	Amount of further interest remaining due and payable even in succeeding years	-	-
The disclosure above is based on the information received and available with the Company			
20 OTHER CURRENT LIABILITIES			
	Advances received against supply of machines	805.43	720.90
	Income received in advance	34.08	4.72
	Statutory Dues	110.44	309.56
	TOTAL OTHER CURRENT LIABILITIES	949.95	1,035.18
21 CURRENT TAX LIABILITY			
		-	7.71

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Macpower CNC Machines Limited CIN: L30009GJ2003PLC043419			
Notes forming part of the Financial Statements:			
(Rs in Lakhs except EPS)			
Note No.	Particulars	March 31,2026	March 31,2025
22	REVENUE FROM OPERATIONS		
	(i) Sale of Products	33,199.48	26,011.78
	(ii) Sale of Services	113.65	141.49
	(iii) Other Operating revenues	4.46	28.23
	TOTAL REVENUE FROM OPERATIONS	33,317.59	26,181.50
23	OTHER INCOME		
	<u>Interest Income on</u>		
	Other Deposits	10.34	16.38
	Total Interest Income (Total A)	10.34	16.38
	<u>Other Non Operating Income</u>		
	Notional Interest on Interest Free loan to employee at EIR	0.71	5.16
	Profit on sale of Investments	-	1.35
	Other Income	2.85	0.10
	Interest on Debentures	-	12.19
	Cash Discount	4.21	0.37
	Gain on Lease Modification/Termination*	15.96	-
	Total Other Non Operating Income (Total B)	23.73	19.17
	TOTAL OTHER INCOME (Total A+B)	34.07	35.55
	*Refer note 49		
24	COST OF MATERIAL CONSUMED		
	Opening Stock		
	Raw Material	10,096.04	6,690.88
	Purchases		
	Purchase of Raw Material	24,551.75	18,457.14
	Less: Purchase Return	394.52	308.31
	Net Purchases	24,157.23	18,148.83
	Closing Stock		
	Raw Material	12,263.51	10,096.04
	TOTAL COST OF MATERIAL CONSUMED	21,989.76	14,743.67
25	CHANGES IN INVENTORIES		
	Opening Stock		
	Semi Finished Goods	650.34	128.13
	Finished Goods	133.01	2,226.44
	Closing Stocks		
	Semi Finished Goods	1,002.46	650.34
	Finished Goods	1,289.10	133.01
	TOTAL CHANGES IN INVENTORIES	(1,508.21)	1,571.22
26	EMPLOYEE BENEFIT EXPENSES		
	Salaries and wages	3,324.41	2,693.05
	Contribution to provident and other funds	227.58	178.74
	Staff welfare expenses	120.38	109.28
	TOTAL EMPLOYEE BENEFIT EXPENSES	3,672.37	2,981.07

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Macpower CNC Machines Limited CIN: L30009GJ2003PLC043419			
Notes forming part of the Financial Statements:			
(Rs in Lakhs except EPS)			
Note No.	Particulars	March 31,2026	March 31,2025
27	FINANCE COST		
	<u>Interest Expense</u>		
	Bank Interest - C.C. 359	13.62	2.28
	Interest on Vehicle Loan	2.84	0.69
	Interest on Finance Lease	8.20	20.72
	<u>Other Borrowing Cost</u>		
	Bank Commission	38.67	32.34
	Subvention charges *	93.30	-
	TOTAL FINANCE COST	156.63	56.03
	* Subvention charges refers to the charges paid to a Non-Banking Financial Company for availing Bill-Discounting services.		
28	OTHER EXPENSES		
	Consumption of stores and spare parts	194.37	176.99
	Audit & Legal Fees	25.36	21.69
	Professional Fees	86.07	84.16
	Power and fuel	130.00	150.54
	CSR Expense	57.10	45.50
	Rent	73.62	16.80
	Repairs to machinery	169.64	98.57
	Insurance	29.46	24.02
	Rates and taxes, excluding, tax on Income	98.54	66.64
	Brokerage & Commission Exp.	158.68	110.31
	Job Work Exp.	1,335.82	946.55
	Transportation Exp.	589.93	387.34
	Life time Expected Credit Loss on Trade Receivables *	(10.67)	13.01
	Miscellaneous Expense	815.89	589.02
	Foreign Exchange Loss	19.97	-
	TOTAL OTHER EXPENSES	3,773.78	2,731.14
	* The management of the company has changed some estimates based on past business practices and latest information available for calculating Expected Credit Loss on Trade Receivables. Due to which Life time Expected Credit Loss on Trade Receivables decreases for the current period.		
29	EXCEPTIONAL ITEMS		
	Loss Due to Fire	0.18	(76.70)
	TOTAL EXCEPTIONAL ITEMS	0.18	(76.70)
30	TAX EXPENSES		
	<u>Current Tax</u>		
	Provision for current year	1,072.00	841.30
	<u>Deferred Tax</u>	16.69	37.56
	<u>Short/Excess Provision of Tax of Prior Years</u>	52.19	40.35
	TOTAL TAX EXPENSES	1,140.88	919.21

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Macpower CNC Machines Limited CIN: L30009GJ2003PLC043419			
Notes forming part of the Financial Statements:			
(Rs in Lakhs except EPS)			
Note No.	Particulars	March 31,2026	March 31,2025
	Reconciliation of Tax Expense and the Accounting Profit multiplied by India's Tax Rate	4,527.96	3,463.38
	Tax at the Indian tax of 25.168% (Previous Year 25.168%)	1,139.60	871.66
	Total (A)		
	Tax effect of amount which are not deductible (taxable) in calculating taxable income :		
	CSR Expense	14.37	11.45
	Rent Expense as per Ind AS 116	2.06	(6.94)
	Other Expense Disallowed	243.50	3.32
	Deferred Tax Liability for the year (Other than OCI)	16.69	37.56
	Total (B)	276.62	45.39
	Tax effect of amount which are deductible (non taxable) in calculating taxable income :		
	Other Deduction	(129.89)	(24.21)
	Difference in tax rate on capital gain	-	(0.33)
	Depreciation Difference	(197.64)	(13.65)
	Total (C)	(327.53)	(38.19)
	Impact of change in tax rates, reversal of (short)/excess provisions and others	52.19	40.35
	Total Tax Expenses (A+B-C)	1,140.88	919.21
31	EARNING PER SHARE		
	Net profit as per statement of Profit & Loss	3,387.08	2,544.17
	Weighted average number of shares outstanding during the year (Nos)	100.04	100.04
	Earning Per Share (Basic and Diluted)	33.86	25.43
	Face Value Per Share (In Rs.)	10.00	10.00
32	CONTINGENT LIABILITY NOT ACKNOWLEDGED AS DEBT		
	Claims against company not acknowledged as debt (incl. disputed statutory dues)	-	-
	Guarantees/LC issued by bank on behalf of company	1,157.70	1,075.00
	TOTAL	1,157.70	1,075.00
33	LEASE		
	<u>As a Lessee:</u>		
	The company has entered into various lease agreements. The lease period can be extended beyond the agreed period at mutually acceptable terms and conditions. There are no restrictions placed upon the company by entering into these leases.		
	Future minimum rentals payable under operating lease are as follows:		
	Particulars	31-Mar-26	31-Mar-25
	Within one year	10.76	35.08
	After one year but not more than five years	18.62	135.05
	More than five years	-	117.95
	Total	29.38	288.08

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Macpower CNC Machines Limited CIN: L30009GJ2003PLC043419			
Notes forming part of the Financial Statements:			
(Rs in Lakhs except EPS)			
Note No.	Particulars	March 31,2026	March 31,2025
34	EMPLOYEE BENEFITS		
	A. Gratuity The Company has a defined benefit gratuity plan (funded) and is governed by the Payment of Gratuity Act, 1972. Under the Act, which provides a lump sum payment to vested employees at retirement, death, incapacitation or termination of employment, of an amount based on the respective employee's salary and the tenure of employment. Vesting occurs on completion of 5 continuous year of services as per Indian Law. However, no vesting condition applies in case of death. The scheme is funded with Life Insurance Corporation of India (LIC) in form of a qualifying insurance policy for future payment of gratuity to the employees. The below mentioned disclosures are as per latest report of actuarial valuation towards Gratuity.		
	<u>General Disclosure</u>		
	Particulars	31-Mar-26	31-Mar-25
	Type of Benefit	Gratuity	Gratuity
	Country	India	India
	Reporting Currency	INR	INR
	Reporting Standard	Indian Accounting Standard 19	Indian Accounting Standard 19
	Funding Status	Funded	Funded
	Starting Period	01.04.25	01.04.24
	Date of Reporting	31.03.26	31.03.25
	Period of Reporting	12 Months	12 Months
	<u>Category of Assets</u>		
	Particulars	31-Mar-26	31-Mar-25
	Government of India Assets	0.00%	0.00%
	State Government Securities	0.00%	0.00%
	Special Deposit Scheme	0.00%	0.00%
	Corporate Bonds	0.00%	0.00%
	Cash and Cash Equivalents	0.00%	0.00%
	Insurance Fund	100.00%	100.00%
	Other	0.00%	0.00%
	Total	100.00%	100.00%
	<u>Risks associated with Defined Benefit Plan</u>		
	Risk to the beneficiary	The greatest risk to the beneficiary is that there are insufficient funds available to provide the promised benefits. This may be due to: The insufficient funds set aside, i.e. underfunding The insolvency of the Employer The holding of investments which are not matched to the liabilities Or a combination of these events	
	Parameter risk	Actuarial valuation is done on basis of some assumptions like salary inflation, discount rate and attrition rate assumptions. In case the actual experience varies from the assumptions, fund may be insufficient to pay off the liabilities.	

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NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Macpower CNC Machines Limited CIN: L30009GJ2003PLC043419			
Notes forming part of the Financial Statements:			
(Rs in Lakhs except EPS)			
Note No.	Particulars	March 31,2026	March 31,2025
	<u>Net Interest Cost for Current Period</u>		
	Interest Cost on Defined Benefit Obligation	12.92	9.86
	Interest Income on Plan Assets	12.87	4.79
	Net Interest Cost for Current Period	0.05	5.07
	<u>Amount recorded as other comprehensive income</u>		
	Opening amount recognised in Other Comprehensive Income	-	-
	<u>Remeasurements during the period due to</u>		
	Actuarial (gain)/losses on obligation for the period	(6.27)	21.52
	Actual return on plan assets less interest on plan assets	(0.68)	(2.67)
	Closing amount recognised in Other Comprehensive Income	(6.95)	18.85
	<u>Reconciliation of net liability/(assets)</u>		
	Opening net defined benefit liability/(assets)	0.82	70.18
	Expense charged to profit & loss account	58.32	37.67
	Amount recognised outside profit & loss account	(6.95)	18.85
	Employer contributions	30.00	125.89
	Closing net defined benefit liability/(assets)	22.19	0.81
	<u>Movement in benefit obligation</u>		
	Opening of defined benefit obligation	190.03	136.37
	Current Service Cost	39.21	32.60
	Interest on defined benefit obligation	12.92	9.86
	Past Service cost	19.05	-
	<u>Remeasurements due to</u>		
	Actuarial (Gains)/ Losses arising from change in demographic assumptions	(85.13)	28.58
	Actuarial (Gains)/ Losses arising from change in financial assumptions	(33.08)	(7.05)
	Actuarial (Gains)/ Losses arising on account of experience changes	111.94	-
	Benefit paid directly by the Employer	-	5.50
	Benefits paid From the Fund	22.15	4.83
	Closing of Defined benefit obligation	232.79	190.03
	<u>Bifurcation of Present Value of Obligation at the end of the year</u>		
	Current Liability	22.19	0.81
	Non Current Liability	-	-
	Fair value of Benefit Obligation	22.19	0.81

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Macpower CNC Machines Limited CIN: L30009GJ2003PLC043419			
Notes forming part of the Financial Statements:			
(Rs in Lakhs except EPS)			
Note No.	Particulars	March 31,2026	March 31,2025
	<u>Sensitivity Analysis</u> The sensitivity analysis have been determined based on reasonably possible changes of the respective assumptions occurring at the end of the reporting period, while holding all other assumptions constant. The sensitivity analysis presented below may not be representative of the actual change in the projected benefit obligation as it is unlikely that the change in assumptions would occur in isolation of one another as some of the assumptions may be correlated. Significant actuarial assumptions for the determination of the defined benefit obligation are discount rate, expected salary increase and withdrawal rate. Liabilities are very less sensitive due to change in mortality assumptions. Hence,sensitivities due to change in mortality are ignored. Furthermore, in presenting the below sensitivity analysis, the present value of the projected benefit obligation has been calculated using the projected unit credit method at the end of the reporting period, which is the same method as applied in calculating the projected benefit obligation as recognised in the balance sheet. There was no change in the methods and assumptions used in preparing the sensitivity analysis from prior years.		
	Particulars	Current Period	Previous Period
	Projected Benefit Obligation on Current Assumptions	232.79	190.04
	Delta Effect of +0.5% Change in Rate of Discounting	-	(10.81)
	Delta Effect of +1.00% Change in Rate of Discounting	(19.83)	-
	Delta Effect of -0.5% Change in Rate of Discounting	-	11.87
	Delta Effect of -1.00% Change in Rate of Discounting	23.52	-
	Delta Effect of +1% Change in Rate of Salary Increase	21.58	20.28
	Delta Effect of -1% Change in Rate of Salary Decrease	(19.59)	(18.90)
	Delta Effect of +5% Change in Rate of Withdrawl	-	(37.59)
	Delta Effect of +1% Change in Rate of Withdrawl	(8.17)	-
	Delta Effect of -5% Change in Rate of Withdrawl	-	81.70
	Delta Effect of -1% Change in Rate of Withdrawl	9.24	-
	Key actuarial assumptions	31-Mar-25	31-Mar-24
	Discount rate (p.a)	7.24%	7.23%
	Rate of increase in Compensation levels	12.00%	12.00%
	Withdrawal/Attrition Rate	For Service 2 years and below : 40.00% p.a., For Service 3 Years - 4 Years : 20.00% p.a. and For Service 5 years and above : 10.00% p.a.	8.00%
	Level of Mortality	We have used 100% of industry mortality table IALM 2012-14 for this valuation	We have used 100% of industry mortality table IALM 2012-14 for this valuation

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Macpower CNC Machines Limited
CIN: L30009GJ2003PLC043419

Notes forming part of the Financial Statements:

(Rs in Lakhs except EPS)

Note No.	Particulars	March 31,2026	March 31,2025
<u>Effect of Plan on Entity's Future Cash Flows</u> The Duration of liability is calculated by scientific method called Macaulay duration. The Macaulay duration is the weighted average term to maturity of the cash flows from a bond. The weight of each cash flow is determined by dividing the present value of the cash flow by the price. The duration of the liabilities is approximately 10 years. The discount rate as at 31 March 2026 is based on 10 years government bond yields as at 31 March 2026. <u>Maturity Profile of Defined Benefit Obligation (Valued on undiscounted basis)</u>			
	Particulars	Current Period	Previous Period
	1st Following Year	14.22	9.20
	2nd Following Year	13.95	7.27
	3rd Following Year	15.26	9.59
	4th Following Year	17.31	10.31
	5th Following Year	19.39	9.89
	Sum of Years 6 To 10	93.58	481.20
	Sum of Years 11 and above	382.28	-
B. Provident Fund Retirement benefit in the form of provident fund is a defined contribution scheme. The company has no obligation, other than the contribution payable to the provident fund. The company recognizes contribution payable to the provident fund scheme as an expenditure, when an employee renders the related service. If the contribution payable to the scheme for service received before the balance sheet date exceeds the contribution already paid, the deficit payable to the scheme is recognized as a liability after deducting the contribution already paid. If the contribution already paid exceeds the contribution due for services received before the balance sheet date, then excess is recognized as an asset to the extent that the pre payment will lead to, for example, a reduction in future payment or a cash refund.			

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Macpower CNC Machines Limited
CIN: L30009GJ2003PLC043419

Notes forming part of the Financial Statements

35 DISCLOSURE OF TRANSACTION WITH RELATED PARTIES AS REQUIRED BY THE INDIAN ACCOUNTING STANDARD-24

a List of related parties and relationship

The Management has identified the following entities and individuals as related parties of the Company for the year ended 31st March, 2026 and 31st March, 2025 for the purpose of reporting as per Ind AS 24 - Related Party Disclosure which are as under:-

Enterprise under common control

- i. Modern Machine Tools
- ii. Macpower Industries

Key Managerial Persons

- i. Rupesh J. Mehta Managing Director
- ii. Nikesh J. Mehta Whole -time Director & Chief Executive Officer
- iii. Vishal Mehta Chief Financial Officer
- iv. Kishor Kikani CS & Compliance Officer
- v. Maulik Mokariya Independent Director
- vi. Rajubhai Bhandari Independent Director
- vii. Deven Doshi Independent Director
- viii. Riya R. Mehta Non Executive Director

b Transactions with related parties

(Rs in Lakhs)

Related Party Name	Nature of Relationship	Nature of transaction	2025-26	2024-25
			Transaction Value	Transaction Value
Mr. Rupesh J. Mehta	Managing Director	Professional Fees	36.00	36.00
			36.00	36.00
Mr. Nikesh J. Mehta	Director	Professional Fees	24.00	24.00
			24.00	24.00
Vishal Mehta	CFO	Short Term Employee Benefits - Salary	3.72	1.22
		Loan Repayment by CFO	0.80	1.10
			4.52	2.32
Kishor Kikani	CS	Short Term Employee Benefits - Salary	8.12	6.89
			8.12	6.89

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Macpower CNC Machines Limited CIN: L30009GJ2003PLC043419				
Notes forming part of the Financial Statements				
Modern Machine Tools (Prop. Raxaben Mehta)	Relative of Director	Purchase of Machine Parts & Tools	14.90	6.55
		Machinery Repairing	0.22	-
		Sales	147.69	37.95
			162.81	44.50
Macpower Industries (Prop. Mr. Rupesh J. Mehta)	Managing Director	Purchase of Machine Parts & Tools	0.04	0.46
		Sales	4.01	-
			4.05	0.46
c Related Party Balances as at the year end.				
(Rs in Lakhs)				
Related Party Name	Nature of Relationship	Nature of Balance	2025-26 Cr./(Dr.)	2024-25 Cr./(Dr.)
Mr. Rupesh J. Mehta	Managing Director	Sundry Creditors for Expenses	-	3.24
Mr. Nikesh J. Mehta	Director	Sundry Creditors for Expenses	-	2.16
Vishal Mehta	CFO	Salary Payable	0.38	0.31
		Loan Given	(9.30)	(10.10)
Kishor Kikani	CS	Salary Payable	0.94	0.82
Modern Machine Tools (Prop. Raxaben Mehta)	Relative of Director	Trade Receivables	(136.17)	(39.70)
Macpower Industries (Prop. Mr. Rupesh J. Mehta)	Managing Director	Trade Payables	-	0.04
		Advance to supplier	(4.68)	-

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Macpower CNC Machines Limited
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Notes forming part of the Financial Statements

35 DISCLOSURE OF TRANSACTION WITH RELATED PARTIES AS REQUIRED BY THE INDIAN ACCOUNTING STANDARD-24 (Cont.)

All Related Party Transactions entered during the year were in ordinary course of the business and on arm's length basis and amount showing inclusive of tax. Outstanding balances at the year-end are unsecured and settlement occurs in cash.

There have been no guarantees provided or received for any related party receivables or payables. For the year ended 31st March, 2026, the Company has not recorded any impairment of receivables relating to amounts owed by related parties. This assessment is undertaken each financial year through examining the financial position of the related party and the market in which the related party operates.

36 FINANCIAL RISK MANAGEMENT

A Financial Risk Factors

The Company's principal financial liabilities comprise borrowings, leases, trade and other payables. The main purpose of these financial liabilities is to manage finances for the Company's operations. The Company has trade and other receivables, cash and short-term deposits that arise directly from its operations. The Company's activities expose it to a variety of financial risks detailed below:-

a Market Risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market prices comprise three types of risk: currency rate risk, interest rate risk and other price risks, such as commodity risk. Foreign currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. This is based on the financial assets and financial liabilities held as at March 31, 2025 and March 31, 2026.

The sensitivity analysis excludes the impact of movements in market variables on the carrying value of post-employment benefit obligations provisions and on the non-financial assets and liabilities. The sensitivity of the relevant Statement of Profit and Loss item is the effect of the assumed changes in the respective market risks. The Company's activities expose it to a variety of financial risks, including the effects of changes in foreign currency exchange rates and interest rates.

Foreign Exchange Risk and Sensitivity

The Company transacts business primarily in USD and Euro. The Company has foreign currency trade payables and receivables and is therefore, exposed to foreign exchange risk.

(Rs in Lakhs)

Foreign Exchange Risk				
Particulars	31-Mar-26		31-Mar-25	
	Euro	USD	Euro	USD
Financial Assets	-	-	-	-
Financial Liabilities				
Trade Payable	412.77	100.67	-	22.04
Net Exposure	412.77	100.67	-	22.04
Net Exposure to foreign currency risk	412.77	100.67	-	22.04

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Macpower CNC Machines Limited CIN: L30009GJ2003PLC043419				
Notes forming part of the Financial Statements				
(Rs in Lakhs)				
Sensitivity Analysis				
Particulars	31-Mar-26		31-Mar-25	
	Change in Currency Exchange Rate	Effect on profit /(loss) before tax (` lakhs)	Change in Currency Exchange Rate	Effect on profit /(loss) before tax (` lakhs)
Euro	(+/-)10%	41.28	(+/-)10%	-
USD	(+/-)10%	10.07	(+/-)10%	2.20
(Rs in Lakhs)				
Summary of Exchange difference accounted in statement of profit and loss				
Particulars	31-Mar-26		31-Mar-25	
	Amount		Amount	
Currency Fluctuations				
Net foreign currency (gain)/ loss shown as other operating revenue	N.A.		(28.23)	
Net foreign currency (gain)/ loss shown as other expense	19.97		N.A.	
Total	19.97		(28.23)	
b <u>Commodity Price Risk and Sensitivity</u>				
The Company is exposed to the movement in price of key raw materials in domestic and international markets. The Company has in place policies to manage exposure to fluctuations in the prices of the key raw materials used in operations.				
c <u>Credit Risk</u>				
Credit risk is the risk that a counter party will not meet its obligations under a financial instrument or customer contract, leading to a financial loss.				
Credit risk arises from cash and cash equivalents, credit exposures from customers including outstanding receivables and other financial instruments.				
<u>Trade receivables and contract assets</u>				
The Company extends credit to customers in normal course of business. The Company considers factors such as credit track record in the market and past dealings for extension of credit to customers. The Company monitors the payment track record of the customers. Outstanding customer receivables are regularly monitored. The Company evaluates the concentration of risk with respect to trade receivables as low, as its customers are located in several jurisdictions and industries and operate in largely independent markets. The Company has obtained advances and security deposits from its customers & distributors, which mitigate the credit risk to an extent.				

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Macpower CNC Machines Limited
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Notes forming part of the Financial Statements

Provision for Expected Credit Loss

The Company extends credit to customers as per the internal credit policy. Any deviation are approved by appropriate officials, after due consideration of the customers credentials and financial capacity, trade practices and prevailing business and economic conditions. The Company's historical experience of collecting receivables and the level of default indicate that credit risk is low and generally uniform across markets; consequently, trade receivables are considered to be a single class off nancial assets. All overdue customer balances are evaluated taking into account the age of the dues, specific credit circumstances, the track record of the customers etc. Loss allowances and impairment is recognised as per the Company policy.

The Company uses Lifetime expected credit losses (simplified approach) for doubtful trade receivables

36 FINANCIAL RISK MANAGEMENT (Cont.)

Others

All of the entity's debt investments (securities, loan to related parties and others and security deposits) at amortised cost are considered to have low credit risk, when they have a low risk of default and the issuer/holder has a strong capacity to meet its contractual cash flow obligations in the near term. For cash and cash equivalents, the Company considers factors such as track record, size of the institution, market reputation and service standards to select the banks with which balances and deposits are maintained. The Company does not maintain significant cash balances other than those required for its day to day operations. The company invests in liquid schemes of mutual fund which have a very short maturity. These schemes are readily convertible and have insignificant changes in value and are held as means for settling liabilities or for working capital limits from banks. The loss allowance recognised during the period was therefore limited upto 12 months expected losses.

The ageing of trade receivable, contract assets and allowance for doubtful debts/expected credit loss are provided below:

Particulars	Neither Due nor Impaired	Less than 6 months	6 Months to 1 year	1-2 Year	2-3 year	More than 3 year	Total
As at March 31, 2026							
(i) Undisputed Trade Receivables - Considered Good							
Secured - Non Current	-	-	-	-	-	-	-
Secured - Current	-	-	-	-	-	-	-
Unsecured	-	-	-	-	-	-	-
Other than Related Parties	-	3493.93	818.87	167.94	131.63	-	4612.37
(ii) Undisputed Trade Receivables - Credit impaired							
Secured - Non Current	-	-	-	-	-	-	-
Secured - Current	-	-	-	-	-	-	-
Unsecured							
Other than Related Parties	-	-	-	-	-	15.90	15.90

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Macpower CNC Machines Limited CIN: L30009GJ2003PLC043419							
Notes forming part of the Financial Statements							
Gross Total	-	3493.93	818.87	167.94	131.63	15.90	4628.27
Expected Credit Loss rate(average)	-	-	-	-	-	-	0.03%
Expected Credit Losses							1.59
As at March 31, 2025							
(i) Undisputed Trade Receivables - Considered Good							
Secured - Non Current	-	-	-	-	-	-	-
Secured - Current	-	-	-	-	-	-	-
Unsecured							
Other than Related Parties	-	2912.99	253.09	203.79	58.29	-	3428.16
(ii) Undisputed Trade Receivables - Credit impaired							
Secured - Non Current	-	-	-	-	-	-	-
Secured - Current	-	-	-	-	-	-	-
Unsecured							
Other than Related Parties	-	-	-	-	-	16.50	16.50
Gross Total	-	2912.99	253.09	203.79	58.29	16.50	3444.66
Expected Credit Loss rate(average)							0.36%
Expected Credit Losses							12.26
The movement of the expected loss provision (allowance for bad and doubtful receivables) made by the Company are as under:							
Particulars						Trade Receivables	
Loss Allowance as at April 1, 2024						14.03	
Provisions made						14.73	
Utilisation						(16.50)	
Loss Allowance as at March 31, 2025						12.26	
Provisions made						2.41	
Provision Reversed						(13.08)	
Loss Allowance as at March 31, 2026						1.59	
Related Parties						-	
Other than Related Parties						1.59	

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Macpower CNC Machines Limited
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Notes forming part of the Financial Statements

d Liquidity Risk

Liquidity risk is the risk that the Company may not be able to meet its present and future cash and collateral obligations without incurring unacceptable losses. The Company's overall risk management programme focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the Company's financial performance. The Company does not acquire or issue derivative financial instruments for trading or speculative purposes. Risk management is carried out under policies approved by the board of directors. It identifies, evaluates and hedges financial risks in close co-operation with the Company's operating units. The board provides principles for overall risk management, as well as policies covering specific areas, such as foreign exchange risk, interest rate risk, credit risk and liquidity risk.

The Company's objective is to maintain optimum levels of liquidity to meet its cash requirements at all times. The current committed lines of credit are sufficient to meet its short to medium term expansion needs. The Company monitors rolling forecasts of its liquidity requirements to ensure it has sufficient cash to meet operational needs while maintaining sufficient headroom on its undrawn committed borrowing facilities at all times so that the Company does not breach borrowing limits or covenants (where applicable) on any of its borrowing facilities.

The table below provides undiscounted cash flows towards non-derivative financial liabilities and net-settled derivative financial liabilities into relevant maturity based on the remaining period at the balance sheet to the contractual maturity date.

Following are undiscounted cash flow respect to financial liability

Particulars	On demand/ Overdue	Less than and equal to 1 year	More than 1 year and less than 5 year	More than 5 years	Total
As at March 31, 2026					
Interest bearing borrowings (including current maturities)	1.91	17.12	21.59	-	40.62
Lease Liabilities	-	10.76	18.62	-	29.38
Trade Payable	-	7129.95	45.08	-	7175.03
Other Liabilities	-	0.73	4.39	-	5.12
As at March 31, 2025					
Interest bearing borrowings (including current maturities)	1.18	7.48	14.10	-	22.76
Lease Liabilities	-	35.08	135.05	117.95	288.08
Trade Payable	-	5482.77	61.61	-	5544.38
Other Liabilities	-	0.90	4.39	-	5.29

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Macpower CNC Machines Limited
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Notes forming part of the Financial Statements

Trade Payable ageing schedule

Particulars	Unbilled	Not Due	Less than 1 year	1-2 year	2-3 year	More than 3 year	Total
As at March 31, 2026							
(i) MSME	-	-	764.83	1.01	14.79	5.42	786.05
(ii) Others	-	-	6365.12	9.43	6.11	8.32	6388.98
(iii) Disputed Dues - MSMEs	-	-	-	-	-	-	-
(iv) Disputed Dues - Others	-	-	-	-	-	-	-
As at March 31, 2025							
(i) MSME	-	-	2525.23	14.61	1.37	11.92	2553.13
(ii) Others	-	-	2957.54	9.44	9.50	14.77	2991.25
(iii) Disputed Dues - MSMEs	-	-	-	-	-	-	-
(iv) Disputed Dues - Others	-	-	-	-	-	-	-

e Competition Risk

The Company faces competition from local and foreign competitors. Nevertheless, it believes that it has competitive advantage in terms of high quality products and by continuously upgrading its expertise and range of products to meet the needs of its customers.

f Capital Risk Management

The Company manages its capital structure and makes adjustments in light of changes in economic conditions and the requirements of the financial covenants. To maintain or adjust the capital structure, the Company may adjust the dividend payment to shareholders, return capital to shareholders or issue new shares. The primary objective of the Company's capital management is to maximize the shareholder value. The Company's primary objective when managing capital is to ensure that it maintains an efficient capital structure and healthy capital ratio and safeguard the Company's ability to continue as a going concern in order to support its business and provide maximum returns for shareholders. The Company also proposes to maintain an optimal capital structure to reduce the cost of capital. No changes were made in the objectives, policies or processes during the year ended March 31, 2026 and year ended March 31, 2025. The Company monitors capital using gearing ratio, which is net debt divided by sum of capital and net debt.

For the purpose of the Company's capital management, capital includes equity share capital and other equity as per the balance sheet. Net debt includes, lease liabilities and borrowings less cash and cash equivalents.

Particulars	31/03/2026	31/03/2025
Borrowings and leases liabilities	68.09	309.66
Less: cash and cash equivalents	594.77	593.83
Net Debt (A)	(526.68)	(284.17)
Total Capital	17,524.64	14,282.42
Capital and Net Debt (B)	16,997.96	13,998.25
Gearing Ratio (A/B)	-3.10%	-2.03%

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

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Notes forming part of the Financial Statements

Dividend paid during the year

Particulars	31/03/2026	31/03/2025
Dividend paid to equity shareholders	150.06	150.06

B Fair Value Hierarchy

The table below analysis financial instruments at fair value, by valuation method. The different levels have been identified as follows:

Level 1: - Quoted prices in active markets for identified assets or liabilities.

Level 2: - Inputs other than quoted prices included with level 1 that are observable for the assets or liability, other 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 (underrated inputs).

Fair Value Measurement of Financial Liabilities

When the fair values offi nancial assets and financial liabilities recorded in the balance sheet cannot be measured based on quoted prices in active markets, their fair value is measured using valuation techniques. The inputs to these models are taken from observable markets where possible, but where this is not feasible, a degree of judgement is required in establishing fair values. Judgements include considerations offi nputs such as liquidity risk, credit risk and volatility. Changes in assumptions about these factors could affect the reported fair value of financial instruments.

37 Financial Instrument by Category

As on March 31, 2026

Particulars	At Amortized Cost	At Fair Value through P&L	At Fair Valur through OCI	Total
Financial Assets				
Trade Receivables	4626.68	-	-	4626.68
Other Non current Financial assets	79.76	-	-	79.76
Cash & Cash equivalents	594.77	-	-	594.77
Bank Balance other than cash & cash equivalents	67.42	-	-	67.42
Loans	37.15	-	-	37.15
Other Current Financial Assets	120.00	-	-	120.00

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Macpower CNC Machines Limited CIN: L30009GJ2003PLC043419				
Notes forming part of the Financial Statements				
Financial Liabilities				
Borrowings	38.71	-	-	38.71
Lease Liabilities	29.38	-	-	29.38
Trade Payables	7175.03	-	-	7175.03
Other Financial Liabilities	2.64	-	-	2.64
As on March 31, 2025				
Particulars	At Amortized Cost	At Fair Value through P&L	At Fair Valur through OCI	Total
Financial Assets				
Trade Receivables	3432.40	-	-	3,432.40
Other Non current Financial assets	86.41	-	-	86.41
Cash & Cash equivalents	593.83	-	-	593.83
Bank Balance other than cash & cash equivalents	64.62	-	-	64.62
Loans	44.56	-	-	44.56
Other Current Financial Assets	478.76	-	-	478.76
Financial Liabilities				
Borrowings	21.58	-	-	21.58
Lease Liabilities	288.08	-	-	288.08
Trade Payables	5,544.38	-	-	5,544.38
Other Financial Liabilities	2.08	-	-	2.08
The Company has disclosed financial instruments such as cash and cash equivalents, other bank balances, trade receivables, loans, other financial assets, borrowings, trade payables and other financial liabilities at carrying value because their carrying amounts are a reasonable approximation of the fair values due to their short term nature.				
38 Others				
(i) Previous year figures are regrouped, re arranged & re casted wherever necessary.				
(ii) Auditors Remuneration Auditors remuneration consist of following				
Particulars	31/03/2026	31/03/2025		
Statutory Audit Fees	7.00	6.00		

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

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Notes forming part of the Financial Statements

(iii) Break up of CSR Expenditure

Particulars	Year Ended March 31,2026	Year Ended March 31,2025
a. Amount required to be spent by the company during the year	57.08	45.40
b. Amount of expenditure incurred on:	57.10	45.50
(i). Construction/acquisition of any asset - -	-	-
(ii) On purposes other than (i) above	57.10	45.50
c. Shortfall at the end of the year	(0.02)	(0.10)
d. Total of previous years shortfall	(0.10)	(0.06)
e. Reason for shortfall	-	
f. Nature of CSR activities	1. Promoting education	1. Promoting education about cyber security 2. Promoting healthcare and education
g. Details of related party transactions in relation to CSR expenditure as per relevant Accounting Standard :	No such transaction with related party	No such transaction with related party

38 Others (Cont.)

- (iv) No funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind off unds) 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 lend or invest in party identified by or on behalf of the Company (Ultimate Beneficiaries). The Company has not received any fund from any party(s) (Funding Party) with the understanding that the Company shall whether, directly or indirectly lend or invest in other persons or entities identified by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- (v) There were no material changes and commitments affecting the financial position of the Company which occurred between the end of the financial year to which this financial statement relates on the date of this Integrated Annual Report.
- (vi) Ratios have been annexed separately in the report

39 Exceptional Items

On 2nd February 2025, a fire incident occurred due to short circuit in the Unit-2 godown premises located at Metoda GIDC near registered office of the company. The fire was controlled within time and there were no human injuries or casualties reported except some of company's finished stock have been affected/damaged due to this fire incident.

There was adequate insurance coverage under Industry All Risk Policy for stock of the company. The company has lodged intimation of the incident to the insurance company.

The primary assessment of loss on book value of inventories is Rs.4,39,08,851 and has recognized insurance claim receivable of Rs.3,62,38,654 to the extent of aforesaid losses. The aforesaid mentioned losses and corresponding credit arising from the insurance claim receivable has been presented on a net basis Rs.76,70,197 under exceptional items in the above result for the quarter and year ended March 31, 2025.

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

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In respect of the matter mentioned above, on 5th July, 2025 the company has received Rs.18,314 in excess of insurance claim receivable recorded in previous year which has been presented under exceptional items in the above result for the year ended March 31, 2026.

40 Segment Information

The Company primarily operates in the CNC Turning Centers, Vertical Machine Centers(VMC), Horizontal Machine Centers(HMC), Cylindrical Grinder, Verticle Turrent Lathe(VTL), Turn Mill Centers, Drill Tap Center(DTC), Twin Spindle Turning & VMC along with robotic automation solutions .The board of directors of the Company, which has been identified as being the chief operating decision maker (CODM), evaluates the Company's performance, allocate resources based on the analysis of the various performance indicators of the company as a single unit. Therefore, Segment Reporting is not applicable to the Company.

The geographical segment has been considered for disclosure as secondary segment.

Two secondary segments have been identified based on the geographical locations of customers i.e. domestic and export. Information about geographical segments are as below.

2025-26				2024-25		
Particulars	Domestic operations	External Operations	Total	Domestic operations	External Operations	Total
Segment Revenue	33,119.55	198.04	33,317.59	25,929.22	252.28	26,181.50
Segment Assets	26,546.06	-	26,546.06	21,808.99	-	21,808.99

Information about Major Customers are as below

Any of the company's customer do not account for 10% or more revenue during the financial year ending on 31.03.2026 and 31.03.2025

41 Goods and Service Tax

Expenses and assets are recognised net of the amount of sales/ value added taxes/ goods and services tax paid, except:

- When the tax incurred on a purchase of assets or services is not recoverable from the taxation authority, in which case, the tax paid is recognised as part of the cost of acquisition of the asset or as part of the expense item, as applicable; and
- When receivables and payables are stated with the amount of tax included. The net amount of tax recoverable from, or payable to, the taxation authority is included as part of receivables or payables in the balance sheet.

42 Benami Transactions

There is no proceedings initiated or pending against the company for holding any Benami Property under the Benami Transactions (Prohibitions) Act, 1988 (45 of 1988) and Rules made there under during the year.

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Macpower CNC Machines Limited
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Notes forming part of the Financial Statements

43 Undisclosed Income

There is no tax assessment under The Income Tax Act, 1961 for non-disclosure or surrender of undisclosed income during the year.

44 Crypto Currency

The company has not traded nor invested in the Virtual Currency - Crypto Currency during the year.

45 Registration & Satisfaction of Charges

There are no charges or satisfaction which are yet to be registered with the Registrar of Companies beyond the statutory period.

46 Events after the balance sheet date

The Board of directors have recommended dividend of Rs.1,50,06,240 i.e. Rs.1.5 Per Share for the financial year 2025-26, which is subject to the approval of the shareholders in the ensuing annual general meeting. These financial statements were approved and adopted by the board of directors of the Company in their meeting held on May 27, 2026 and are subject to shareholder approval at the forthcoming Annual General Meeting of shareholders.

47 Audit Trail

As per the proviso to rule 3(1) of the Companies (Accounts) Rules, 2014 for maintaining books of account using accounting software which has a feature of recording audit trail (Edit Log) facility is complied by the company.

48 Lease Agreements

Certain lease agreements relating to the Company's office premises located in Jamnagar, Pune, Coimbatore & Hyderabad has been expired and remained under renewal as at March 31, 2026. The Company continues to occupy and use the respective leased premises pending execution of the renewed agreements.

Based on ongoing discussions with the lessors and past business practices, management expects that these lease arrangements will be renewed for periods not exceeding twelve months on substantially similar terms and conditions. Accordingly, the Company has assessed that there is no material impact on the measurement of lease liabilities and of-use assets recognised under Ind AS 116, Leases, as at March 31, 2026. Management does not expect any material financial effect arising from the formal execution of the renewed lease agreements.

right-

49 Lease Termination/ Modification

During the year Lease terms for two leases has been changed due to which company has unrecognised lease liability and Right to use Asset against the same of Rs. 239.70 Lakhs and 258.73 Lakhs respectively and recognised Gain/Loss in the statement of Profit & Loss as per IND AS - 116 "Leases".

These two leases are different and has no relevance with leases mentioned in point 48 above.

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

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Notes forming part of the Financial Statements

50 Stock Statement

Details to be provided if borrowings taken from banks or financial institution on the basis of security of current assets

Quarter Ended On	Name of Bank	Details of Security given	Amount as per book	Amount reported in quarterly return	Difference	Reason for Difference
Jun-25	Axis Bank Ltd	Inventories and Trade Receivable	12,492.82	12,425.60	67.22	The variance between the book and bank stock statements is due to the submission of provisional figures under a compressed schedule
Sep-25	Axis Bank Ltd		13,288.56	13,288.56	-	
Dec-25	Axis Bank Ltd		12,980.18	12,980.18	-	
Mar-26	Axis Bank Ltd		14,555.07	14,615.00	(59.93)	

As per our report of even date

For S. C. Makhecha & Associates
Chartered Accountants
Firm Reg. No. 120184W

Jay R. Khara
Partner
Membership no. 182933

Signed at Rajkot on 27/05/2026
UDIN: 26182933CFYGIA1914

For and on behalf of Board of Directors of
Macpower CNC Machines Limited

Mr. Rupeshbhai J. Mehta
(Managing Director)
DIN: 01474523

Mr. Nimeshbhai J. Mehta
(Whole Time Director & Chief
Executive Officer)
DIN: 01603779

Mr. Vishal Mehta
(Chief Financial
Officer)

Mr. Kishor Kikani
(Company Secretary)
Mem. No. A58545

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Macpower CNC Machines Limited CIN: L30009GJ2003PLC043419								
Notes forming part of the Financial Statements								
38 (vi)	Others Ratios							
Ratio	Numerator	/	Denominator	Units	2025-26	2024-25	Change	Reasons in case of change is more than 25%
Current Ratio	Current Assets	/	Current Liability	Times	2.34	2.25	4.00%	-
Debt-Equity Ratio	Debt	/	Equity	is to	0.04	0.02	100.00%	The company has raised funds through Debt during the period which leads to increase in Debt - Equity ratio.
Debt Service Coverage Ratio	Net Operational Income	/	Total Debt Service	Times	229.01	385.30	-40.56%	Increase In debt leads to increase in debt service and capacity to recover such debt service decreases.
Return on Equity Ratio	Earning After Tax	/	Shareholders' Fund	%	19.36%	17.65%	9.69%	-
Inventory turnover ratio	Cost of Goods Sold	/	Average Stock	Times	1.61	1.64	-1.83%	-
Trade Receivables turnover ratio	Revenue from Operation	/	Average Trade Receivable	Times	8.27	9.33	-11.36%	-

Macpower CNC Machines Limited CIN: L30009GJ2003PLC043419								
Notes forming part of the Financial Statements								
38 (vi)	Others Ratios							
Ratio	Numerator	/	Denominator	Units	2025-26	2024-25	Change	Reasons in case of change is more than 25%
Trade payables turnover ratio	Credit Purchase	/	Average Trade Payable	Times	3.80	3.68	3.26%	-
Net capital turnover ratio	Total Sales	/	Working Capital	Times	2.86	2.99	-4.35%	-
Net profit ratio	Net Profit	/	Sales	%	10.17%	9.73%	4.52%	-
Return on Capital employed	Earning before Interest and Tax	/	(Total Assets - Total Current Liability)	%	26.24%	23.75%	10.48%	-
Return on investment	Earning After Tax	/	Average Total Assets	%	55.98%	45.92%	21.91%	-

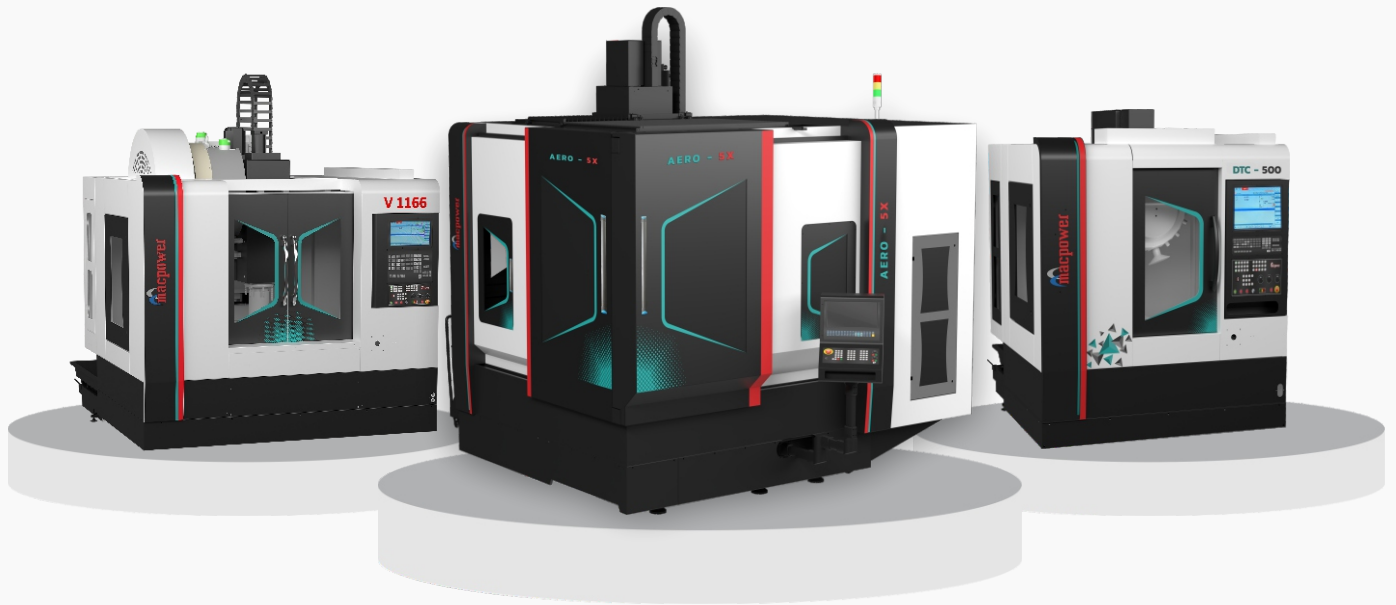
KEY PRODUCTS AT A GLANCE



Turning Centre	Vertical Machining Centre	Horizontal Machining Centre	Twin Spindle – VMC	Twin Spindle – Turning	Vertical Turret Lathe
					
End User Segments: Automobile, Agriculture, Railway, Marine, Construction equipment, General Engineering	Die & Mold, Automobile, Agriculture, Pump & Valves, Aerospace, Defence, General Engineering.	Automobile, Agriculture, Pump & Valves, Aerospace, Defence, General Engineering.	High Production Machine - Die & Mold, Automobile, Agriculture, Pump & Valves, Aerospace, Defence, General Engineering	Automobile, Agriculture, Brass Industry, Hardware Industry, Bearing Industry, Pump & Valves, General Engineering	Automobile, Defence, Aerospace, Pump & Valves, General Engineering
Drill Tap Centre 	Double Column Machine 	5 Axis Machine 	Pro 200 Gantry 	VX 300 Super with Automation 	Turn O-Mill 
End User Segments: Mobile, Die & Mold, Automobile, Agriculture, Pump & Valves, Aerospace, Defence, General Engineering	Machine Tool, Die & Mold, Automobile, Agriculture, Pump & Valves, Aerospace, Defence, General Engineering	Aerospace, defence, medical, automotive, molds and dies, and applications requiring high geometric accuracy	Automobile, Agriculture, Rolling Mill, Brass Industry, Hardware Industry, Bering Industry, Automotive, Railway, Marine, Construction equipment, General Engineering.		Aerospace, Defence, Automotive, Medical Instrument, General Engineering



MACPOWER CNC MACHINES LIMITED



— THANK YOU —

FOR BEING A PART OF OUR JOURNEY



Plot No. 2234, Near Kranti Gate,
GIDC, Metoda - 360021. Rajkot,
Gujarat. (INDIA)



+91 93766 87930



sales@macpowercnc.com



www.macpowercnc.com



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