

B S R & Co. LLP

Chartered Accountants

Building No. 10, 12th Floor, Tower-C
DLF Cyber City, Phase - II
Gurugram - 122 002, India
Tel: +91 124 719 1000
Fax: +91 124 719 8613

Independent Auditor's Report

To the Board of Directors of IndiaMART InterMESH Limited

Report on the Audit of the Condensed Consolidated Interim Financial Statements

Opinion

We have audited the condensed consolidated interim financial statements of IndiaMART InterMESH Limited (hereinafter referred to as the "Holding Company") and its subsidiaries (Holding Company and its subsidiaries together referred to as "the Group"), and its associates, which comprise the condensed consolidated interim Balance Sheet as at 30 September 2024, and the condensed consolidated interim statement of Profit and Loss (including other comprehensive income) for the quarter and year-to-date period then ended, the condensed consolidated interim statement of changes in equity and the condensed consolidated interim statement of cash flows for the year-to-date period then ended, and notes to the condensed consolidated interim financial statements, including material accounting policies and other explanatory information as required by Indian Accounting Standard (Ind AS) 34 "Interim Financial Reporting" and other accounting principles generally accepted in India (hereinafter referred to as "the condensed consolidated interim financial statements").

In our opinion and to the best of our information and according to the explanations given to us, and based on the consideration of reports of other auditors on condensed separate interim financial statements of such subsidiaries as were audited by the other auditors, the aforesaid condensed consolidated interim financial statements are prepared, in all material respects, in accordance with Ind AS 34 and other accounting principles generally accepted in India.

Basis for Opinion

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

Registered Office:

B S R & Co. (a partnership firm with Registration No. BA51223) converted into B S R & Co. LLP (a Limited Liability Partnership with LLP Registration No. AAB-8181) with effect from October 14, 2013

14th Floor, Central B Wing and North C Wing,
Nesco IT Park 4, Nesco Center, Western Express
Highway, Goregaon (East), Mumbai - 400063



Management's and Board of Directors' Responsibilities for the Condensed Consolidated Interim Financial Statements

The Holding Company's Management and Board of Directors are responsible for the preparation and presentation of these condensed consolidated interim financial statements in accordance with Ind AS 34 prescribed under section 133 of the Act and other accounting principles generally accepted in India. The respective Management and Board of Directors of the companies included in the Group and of its associates are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of each company and for preventing and detecting frauds and other irregularities; the selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the condensed consolidated interim financial statements that are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the condensed consolidated interim financial statements by the Management and Board of Directors of the Holding Company, as aforesaid.

In preparing the condensed consolidated interim financial statements, the respective Management and Board of Directors of the companies included in the Group and of its associates, are responsible for assessing the ability of each company to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group and of its associates are responsible for overseeing the financial reporting process of each company.

Auditor's Responsibilities for the Audit of the Condensed Consolidated Interim Financial Statements

Our objectives are to obtain reasonable assurance about whether the condensed consolidated interim 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 condensed consolidated interim financial statements.

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

- Identify and assess the risks of material misstatement of the condensed consolidated interim financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing opinion on the effectiveness of the Group's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management and Board of Directors.



- Conclude on the appropriateness of the Management and Board of Directors use of the going concern basis of accounting in preparation of condensed consolidated interim 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 appropriateness of this assumption. 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 condensed consolidated interim 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 Group and its associates to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the condensed consolidated interim financial statements, including the disclosures, and whether the condensed consolidated interim financial statements represent the underlying transactions and events in a manner that is in accordance with Ind AS 34.
- Obtain sufficient appropriate audit evidence regarding the condensed consolidated interim financial statements of such entities or business activities within the Group and its associates to express an opinion on the condensed consolidated interim financial statements. We are responsible for the direction, supervision and performance of the audit of condensed consolidated interim financial statements of such entities included in the condensed consolidated interim financial statements of which we are the independent auditors. For the other entities included in the condensed consolidated interim financial statements, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion. Our responsibilities in this regard are further described in para (a) of the section titled 'Other Matters' in this audit report.

We communicate with those charged with governance of the Holding Company 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.

Other Matters

- (a) We did not audit the condensed interim financial statements of five subsidiaries, whose condensed interim financial statements reflect total assets (before consolidation adjustments) of Rs. 2,169.57 million as at 30 September 2024, total revenues (before consolidation adjustments) of Rs. 5.80 million and Rs. 13.75 million for the quarter ended 30 September 2024 and year-to-date period ended 30 September 2024 respectively and net cash outflows (before consolidation adjustments) amounting to Rs. 15.22 million for the year-to-date period ended 30 September 2024, as considered in the condensed consolidated interim financial statements. These condensed interim financial statements have been audited by other auditors whose reports have been furnished to us by the Management and our opinion on the condensed consolidated interim financial statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries is based solely on the reports of the other auditors.
- (b) The condensed consolidated interim financial statements also include the Group's share of net loss of Rs. 127.31 million and Rs. 239.56 million for the quarter and year-to-date period ended 30 September 2024, as considered in the condensed consolidated interim financial statements, in respect of eight associates, whose condensed interim financial information have not been audited by us or by other auditors. These unaudited condensed interim financial information have been furnished to us by the Management and our opinion on the condensed consolidated interim financial statements, in so far as it relates to the amounts and disclosures



B S R & Co. LLP

included in respect of these associates, is based solely on such unaudited condensed interim financial information. In our opinion and according to the information and explanations given to us by the Management, these condensed interim financial information are not material to the Group.

Our opinion on the condensed consolidated interim financial statements is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors and the condensed interim financial information certified by the Management.

For **B S R & Co. LLP**
Chartered Accountants
Firm's Registration No. 101248W/W-100022

Kanika

Kanika Kohli
Partner

Place: Noida
Date: 19 October 2024

Membership No. 511565
UDIN: 24511565BKFTDH5664

IndiaMART InterMESH Limited
Condensed Consolidated Interim Balance Sheet as at 30 September 2024
(Amounts in INR million, unless otherwise stated)

	Notes	As at 30 September 2024	As at 31 March 2024
Assets			
Non-current assets			
Property, plant and equipment	5A	126.78	155.01
Capital work in progress	5A	-	5.04
Right-of-use assets	5B	304.68	326.85
Goodwill	6A	4,542.72	4,542.72
Other intangible assets	6B	286.71	335.23
Intangible under development	6C	8.64	-
Investment in associates	7	2,523.98	2,541.67
Financial assets			
(i) Investments	8	3,448.00	2,694.81
(ii) Loans	8	0.92	65.32
(iii) Other financial assets	8	85.93	42.04
Non-current tax assets (net)	18	65.19	60.27
Other non-current assets	9	19.82	15.83
Total Non-current assets		11,413.37	10,784.79
Current assets			
Financial assets			
(i) Investments	8	23,918.19	22,221.76
(ii) Trade receivables	10	33.82	47.82
(iii) Cash and cash equivalents	11	288.64	848.04
(iv) Bank balances other than (iii) above	11	108.92	163.97
(v) Loans	8	210.78	108.31
(vi) Other financial assets	8	95.48	248.82
Other current assets	9	65.24	62.52
Total current assets		24,721.07	23,701.24
Total Assets		36,134.44	34,486.03
Equity and Liabilities			
Equity			
Share capital	12	599.55	599.49
Other equity	13	18,172.87	16,761.65
Total Equity		18,772.42	17,361.14
Liabilities			
Non-current liabilities			
Financial liabilities			
(i) Lease liabilities	15 (a)	255.59	292.45
(ii) Other financial liabilities	15 (b)	-	269.57
Contract liabilities	17	5,482.89	5,189.79
Provisions	16	324.88	268.47
Deferred tax liabilities (net)	26	478.79	429.47
Total Non-current liabilities		6,542.15	6,449.75
Current liabilities			
Financial liabilities			
(i) Lease liabilities	15 (a)	129.45	114.22
(ii) Trade payables	14		
(a) total outstanding dues of micro enterprises and small enterprises		1.61	0.55
(b) total outstanding dues of creditors other than micro enterprises and small enterprises		332.49	343.07
(iii) Other financial liabilities	15 (b)	507.81	433.94
Contract liabilities	17	9,342.99	9,210.02
Other current liabilities	17	228.50	425.67
Provisions	16	116.95	97.38
Current tax liabilities (net)	18	160.07	50.29
Total Current liabilities		10,819.87	10,675.14
Total Liabilities		17,362.02	17,124.89
Total Equity and Liabilities		36,134.44	34,486.03
Material accounting policies	2		

The accompanying notes are an integral part of the condensed consolidated interim financial statements

As per our report of even date attached

For BSR & Co. LLP
Chartered Accountants
ICAI Firm Registration No. 101248W/W-100022

Kanika Kohli
Partner
Membership No.: 511565
Place: Noida

Date: 19 October 2024



For and on behalf of the Board of Directors of
IndiaMART InterMESH Limited

Dinesh Chandra Agarwal
(Managing Director and CEO)
DIN:00191800

Jitin Diwan
(Chief Financial Officer)

Place: Noida
Date: 19 October 2024

Brijesh Kumar Agrawal
(Whole-time director)
DIN:00191760

Manoj Bhargava
(Company Secretary)

	Notes	For the quarter ended 30 September 2024	For the quarter ended 30 September 2023	For the six months ended 30 September 2024	For the six months ended 30 September 2023
Income:					
Revenue from operations	19	3,476.70	2,946.96	6,790.04	5,768.18
Other income	20	654.98	346.36	1,186.69	917.74
Total income		4,131.68	3,293.32	7,976.73	6,685.92
Expenses:					
Employee benefits expense	21	1,474.14	1,324.72	2,906.20	2,567.39
Finance costs	22	18.34	22.92	38.65	44.83
Depreciation and amortisation expense	23	81.75	79.58	163.14	154.23
Other expenses	24	657.23	822.82	1,343.03	1,627.77
Total expenses		2,231.46	2,250.04	4,451.02	4,394.22
Net profit before share of loss in associates, exceptional items and tax		1,900.22	1,043.28	3,525.71	2,291.70
Share in net loss of associates		(127.31)	(110.01)	(239.56)	(216.23)
Profit before exceptional items and tax		1,772.91	933.27	3,286.15	2,075.47
Exceptional items					
Impairment of investment	7	-	-	-	(18.23)
Profit before tax		1,772.91	933.27	3,286.15	2,057.24
Income tax expense					
Current tax	26	456.95	245.94	749.71	428.62
Deferred tax	26	(35.34)	(6.66)	45.90	103.14
Total tax expense		421.61	239.28	795.61	531.77
Net profit for the period		1,351.30	694.00	2,490.54	1,525.47
Other comprehensive income					
Items that will not be reclassified to profit or loss					
Re-measurement (loss)/gain on defined benefit plans		(7.95)	11.60	12.46	10.57
Income tax effect	26	1.72	(3.10)	(3.42)	(2.84)
Other comprehensive (loss)/income for the period, net of tax		(6.23)	8.50	9.04	7.73
Total comprehensive income for the period		1,345.07	702.50	2,499.58	1,533.20
Earnings per equity share:	25				
Basic earnings per equity share (INR) - face value of INR 10 each		22.54	11.36	41.54	24.96
Diluted earnings per equity share (INR) - face value of INR 10 each		22.48	11.34	41.43	24.91
Material accounting policies	2				

The accompanying notes are an integral part of the condensed consolidated interim financial statements

As per our report of even date attached

For BSR & Co. LLP
Chartered Accountants
ICAI Firm Registration No. 101248W/W-100022

Kanika Kohli
Partner
Membership No.: 511565
Place: Noida

Date: 19 October 2024



For and on behalf of the Board of Directors of
IndiaMART InterMESH Limited

Dinesh Chandra Agarwal
(Managing Director and CEO)
DIN:00191800

Brijesh Kumar Agrawal
(Whole-time director)
DIN:00191760

Jitin Diwan
(Chief Financial Officer)

Manoj Bhargava
(Company Secretary)

Place: Noida
Date: 19 October 2024

(a) Equity share capital (Refer Note 12)

Equity shares of INR 10 each issued, subscribed and fully paid up	30 September 2024	30 September 2023
Equity share capital at the beginning of the period	599.80	306.15
Bonus issue during the period (Refer Note 12(1))	-	306.15
Equity shares extinguished on buy back during the period (Refer Note 12(2))	-	(12.50)
Equity share capital at the end of the period	599.80	599.80
Equity shares held by Indiamart Employee Benefit Trust as at period end (refer note 12(a))	(0.25)	(0.69)
Equity share capital at the end of the period net of elimination on account of shares held by Indiamart Employee Benefit Trust	599.55	599.11

(b) Other equity (Refer Note 13)

Particulars	Attributable to the equity holders of parent					Total other equity
	Securities premium	General reserve	Employee share based payment reserve	Capital Redemption Reserve	Retained earnings	
Balance as at 1 April 2023	15,522.50	8.45	256.55	1.60	4,490.03	20,279.13
Profit for the period	-	-	-	-	1,525.47	1,525.47
Other comprehensive loss for the period	-	-	-	-	7.73	7.73
Total comprehensive income	-	-	-	-	1,533.20	1,533.20
Employee share based payment expense (Refer Note 21)	-	-	140.19	-	-	140.19
Amount utilised for bonus issue	(304.19)	-	-	(1.60)	-	(305.79)
Buy-back of equity shares (Refer Note 12(2))*	(6,149.39)	-	-	-	-	(6,149.39)
Expenses for buy-back of equity shares	(36.78)	-	-	-	-	(36.78)
Amount transferred to capital redemption reserve upon buyback	(4.05)	(8.45)	-	12.50	-	-
Final dividend paid (INR 20/- per share for financial year ended 31 March 2023)	-	-	-	-	(611.58)	(611.58)
Issue of equity shares on exercise of share based awards during the period (including bonus effect)	10.33	-	(10.35)	-	-	(0.02)
Balance as at 30 September 2023	9,038.42	-	386.39	12.50	5,411.65	14,848.96
Balance as at 1 April 2024	9,165.06	-	372.92	12.50	7,211.17	16,761.65
Profit for the period	-	-	-	-	2,490.54	2,490.54
Other comprehensive income for the period	-	-	-	-	9.04	9.04
Total comprehensive income	-	-	-	-	2,499.58	2,499.58
Employee share based payment expense (Refer Note 21)	-	-	110.62	-	-	110.62
Issue of equity shares on exercise of share based awards during the period	18.56	-	(18.56)	-	-	-
Final dividend paid (INR 20/- per share for financial year ended 31 March 2024)	-	-	-	-	(1,198.98)	(1,198.98)
Balance as at 30 September 2024	9,183.62	-	464.98	12.50	8,511.77	18,172.87

* Including tax on buyback of INR 1,161.89

Gain of INR 9.04 and INR 7.73 on remeasurement of defined benefit plans (net of tax) is recognised as a part of retained earnings for the period ended 30 September 2024 and 30 September 2023 respectively.

The accompanying notes are an integral part of the condensed consolidated interim financial statements

As per our report of even date attached

For B S R & Co. LLP
Chartered Accountants
ICAI Firm Registration No. 101248W/W-100022

Kanika
Kanika Kohli
Partner
Membership No.: 511565
Place: Noida

Date: 19 October 2024



For and on behalf of the Board of Directors of
IndiaMART InterMESH Limited

Dinesh Chandra Agarwal
(Managing Director and CEO)
DIN:00191800

Place: Noida
Date: 19 October 2024

Brijesh Kumar Agrawal
(Whole-time director)
DIN:00491760

Manoj Bhargava
(Company Secretary)

	Notes	For the six months ended 30 September 2024	For the six months ended 30 September 2023
Cash flow from operating activities			
Profit before tax for the period		3,286.15	2,057.24
Adjustments for:			
Depreciation and amortisation expense	23	163.14	154.23
Interest, dividend and other income	20	(27.54)	(25.61)
Gain on de-recognition of Right-of-use assets	20	(0.29)	(2.27)
Liabilities and provisions no longer required written back	20	-	(0.45)
Fair value gain/(loss) (net) on measurement, interest and income from sale of mutual funds, exchange traded funds, bonds, debentures, units of investment trust and alternative investment funds	20	(1,207.18)	(888.23)
Fair value loss on measurement of Investment in other entities	20	49.06	-
Net gain on disposal of property, plant and equipment	20	(0.25)	(0.16)
Finance costs	22	38.65	44.83
Share-based payment expense	21	110.62	140.19
Share of net loss of associates		239.56	216.23
Impairment of investment	7	-	18.23
Operating profit before working capital changes		2,651.92	1,714.22
Net changes in:			
Trade receivables		14.00	24.82
Other financial assets		147.13	66.82
Other assets		(6.71)	(19.54)
Other financial liabilities		(80.25)	(66.30)
Trade payables		(9.52)	(15.99)
Contract liabilities		426.07	816.05
Provisions and other liabilities		(108.73)	(136.97)
Cash generated from operations		3,033.91	2,383.10
Income tax paid (net)		(644.85)	(457.52)
Net cash generated from operating activities		2,389.06	1,925.59
Cash flow from investing activities			
Proceeds from sale of property, plant and equipment		0.32	0.34
Purchase of property, plant and equipment, other intangible assets and capital advances		(32.70)	(38.20)
Purchase of current investments		(11,707.96)	(11,228.71)
Inter-corporate deposits placed with financial institutions		-	(265.91)
Redemption of inter-corporate deposits placed with financial institutions and body corporates		-	53.13
Proceeds from sale of current investments		10,926.05	16,354.94
Interest, dividend and income from investment units		312.91	238.49
Investment in bank deposits		(142.07)	(266.34)
Redemption of bank deposits		158.66	-
Investment in associates and other entities		(1,024.12)	(167.36)
Loan to associate		(30.00)	-
Net cash (used in)/from investing activities		(1,538.91)	4,680.38
Cash flow from financing activities			
Repayment of lease liabilities (including interest)		(76.76)	(68.60)
Payment of deferred consideration	15	(133.90)	-
Dividend paid		(1,198.95)	(611.46)
Expenses for buy-back of equity shares		-	(32.99)
Buy-back of equity shares including tax on buyback		-	(6,161.89)
Proceeds from issue of equity shares on exercise of share based awards		0.06	-
Net cash used in financing activities		(1,409.55)	(6,874.94)
Net decrease in cash and cash equivalents		(559.40)	(268.98)
Cash and cash equivalents at the beginning of the period	11	848.04	581.06
Cash and cash equivalents at the end of the period	11	288.64	312.08
Material accounting policies	2		

The accompanying notes are an integral part of the condensed consolidated interim financial statements

As per our report of even date attached

For BSR & Co. LLP
Chartered Accountants
ICAI Firm Registration No. 101248W/W-100022

Kanika Kohli
Partner
Membership No.: 511565
Place: Noida

Date: 19 October 2024



For and on behalf of the Board of Directors of
IndiaMART InterMESH Limited

Dinesh Chandra Agarwal
(Managing Director and CEO)
DIN:00191800

Jitin Diwan
(Chief Financial Officer)

Place: Noida
Date: 19 October 2024

Brijesh Kumar Agrawal
(Whole-time director)
DIN:00191760

Manoj Bhargava
(Company Secretary)

1. Corporate Information

The condensed consolidated interim financial statements comprise the condensed interim financial statements of IndiaMART Intermesh Limited ("the Company") and its subsidiaries (collectively referred to as "the Group") and its associates.

The Company is a public company domiciled in India and was incorporated on 13 September 1999 under the provisions of the Companies Act applicable in India. The equity shares of the Company are listed on BSE Limited and National Stock Exchange of India. The Company provides an online B2B marketplace for business products and services. It provides an online B2B marketplace for business products and services. It provides a platform to discover products and services and connect with the suppliers of such products and services.. The registered office of the Company is located at 1st Floor, 29-Daryagang, Netaji Subash Marg New Delhi-110002, India.

The condensed consolidated interim financial statements were authorised for issue in accordance with a resolution passed by Board of Directors on 19 October 2024.

2. Material Accounting Policies

(a) Statement of compliance

The condensed consolidated interim financial statements for the period ended 30 September 2024 have been prepared in accordance with Indian Accounting Standard (referred to as "Ind AS") 34, Interim Financial Reporting and other Ind ASs notified under the Companies (Indian Accounting Standards) Rules, 2015 (as amended from time to time) and other relevant provisions of the Companies Act, 2013 ("the Act") (as amended from time to time). These condensed consolidated interim financial statements must be read in conjunction with the consolidated financial statements for the year ended 31 March 2024. They do not include all the information required for a complete set of Ind AS financial statements. However, selected explanatory notes are included to explain events and transactions that management believes are significant to an understanding of the changes in the Group's financial position and performance since the last annual consolidated financial statements.

All amounts disclosed in the condensed consolidated interim financial statements have been rounded off to the nearest INR million as per the requirement of Schedule III to the Companies Act, 2013, unless otherwise stated.

(b) Basis of Preparation

The condensed consolidated interim financial statements have been prepared on the historical cost basis, except for certain financial assets and liabilities measured at fair value or amortised cost at the end of each reporting period.

All assets and liabilities have been classified as current and non-current as per the Group's normal operating cycle. Based on the nature of services rendered to customers and time elapsed between deployment of resources and the realisation in cash and cash equivalents of the consideration for such services rendered, the Group has considered an operating cycle of 12 months.

The statement of cash flows has been prepared under the indirect method. The preparation of these condensed consolidated interim financial statements requires the use of certain critical accounting estimates and judgements. It also requires the management to exercise judgement in the process of applying the Group's accounting policies. The areas where estimates are significant to the condensed consolidated interim financial statements, or areas involving a higher degree of judgement or complexity, are disclosed in Note 3.

(c) Basis of consolidation

The Company consolidates all entities which are controlled by it. The Company establishes control when; it has power over the entity, is exposed, or has rights, to variable returns from its involvement with the entity and has the ability to affect the entity's returns by using its power over relevant activities of the entity.

Entities controlled by the Company are consolidated from the date control commences until the date control ceases. All inter-company transactions, balances, income and expenses are eliminated in full on consolidation.



Changes in the Company's interests in subsidiaries that do not result in a loss of control are accounted for as equity transactions.

An associate is an entity over which the Group has significant influence, but not control or joint control over financial and operating policies. Investments in associates are accounted for using the equity method of accounting, after initially being recognized at cost. The aggregate of the Group's share of profit and loss of an associate is shown on the face of the condensed consolidated interim statement of profit and loss.

(d) Revenue from contracts with customers and other income

Revenue from contracts with customers

The Group is primarily engaged in providing web related services and accounting software services. Revenue from contracts with customers is recognised when control of the services is transferred to the customer at an amount that reflects the consideration to which the Group expects to be entitled in exchange for those services and excluding taxes or duties collected on behalf of the government.

The disclosures of significant accounting judgements, estimates and assumptions relating to revenue from contracts with customers are provided in Note 3.

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

Rendering of services

Revenue from web services is recognised based on output method i.e. pro-rata over the period of the contract as and when the Group satisfies performance obligations by transferring the promised services to its customers. Revenues from lead based services is recognised based on output method i.e. as and when leads are consumed by the customer or on the expiry of contract whichever is earlier. Activation revenue is amortised over the estimated customer relationship period.

Revenue from term license software for accounting software services is recognized at a point in time when control is transferred to the end user. Control is transferred when the end user activates the license procured from the Company. In case of renewals of proprietary term licenses with existing customers, revenue from term license is recognized at a point in time when the renewal is activated by the end user. Revenue from support and subscription (S&S) is recognized over the contract term on a straight-line basis as the Company is providing a service of standing ready to provide support, when-and-if needed, and is providing unspecified software upgrades on a when-and-if available basis over the contract term. In case softwares are bundled with support and subscription for term based license, such support and subscription contracts are generally priced as a percentage of the net fees paid by the customer to purchase the license and are generally recognized as revenues rateably over the contractual period that the support services are provided.

Revenue from sale of services is based on the fixed price agreed with the customers, net of discounts.

Advertising revenue is derived from displaying web based banner ads and sale of online advertisements. Revenue from banner advertisement is recognised pro rata over the period of display of advertisement as per contract. Revenue from sale of online advertisements is recognised based on output method and the Group applies the practical expedient to recognize advertising revenue in the amount to which the Group has a right to invoice.

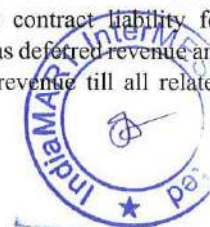
Contract balances

Trade receivables

A receivable represents the Group's right to an amount of consideration that is unconditional (i.e., only the passage of time is required before payment of the consideration is due). Refer to accounting policies of financial assets in section o) Financial instruments.

Contract liabilities

A contract liability is the obligation to transfer goods or services to a customer for which the Group has received consideration (or an amount of consideration is due) from the customer. If a customer pays consideration before the Group transfers services to the customer, a contract liability is recognised. The Group recognises contract liability for consideration received in respect of unsatisfied performance obligations and reports these amounts as deferred revenue and advances from customers in the balance sheet. The unaccrued amounts are not recognised as revenue till all related



IndiaMART Intermesh Limited**Notes to condensed consolidated interim financial statements for the period ended 30 September 2024**

(Amounts in INR million, unless otherwise stated)

performance obligations are fulfilled. The Group generally receives transaction price in advance for contracts with customers that run up for more than one year. The transaction price received in advance does not have any significant financing component as the difference between the promised consideration and the cash selling price of the service arises for reasons other than the provision of finance.

Other incomeInterest income

For all financial assets measured at amortised cost, interest income is recorded using the effective interest rate (EIR). EIR is the rate that exactly discounts the estimated future cash payments or receipts over the expected life of the financial instrument or a shorter period, where appropriate, to the net carrying amount of the financial asset or to the amortised cost of a financial liability. When calculating EIR, the Group estimates the expected cash flows by considering all the contractual terms of the financial instrument but does not consider the expected credit losses. Interest income is included in other income in the statement of profit and loss.

Dividends

Dividend is recognised when the Group's right to receive the payment is established, which is generally when shareholders approve the dividend.

(c) Business combinations, goodwill and Intangibles

Business combinations are accounted for using the acquisition method. The cost of an acquisition is the aggregate of the consideration transferred which is measured at fair value at the acquisition date and the amount of any non-controlling interest in the acquiree. For each business combination, the Group measures the non-controlling interest in the acquiree at fair value. Acquisition related costs are expensed as incurred. Any contingent consideration to be transferred by the acquirer is recognized at fair value at the acquisition date. Contingent consideration classified as financial liability is measured at fair value with changes in fair value recognized in the statement of profit and loss.

Goodwill is initially measured at cost, being the excess of the aggregate of the consideration transferred and the amount recognized for non-controlling interest, and any previous interest held, over the net identifiable assets acquired and liabilities assumed. If the fair value of the net assets acquired is in excess of the aggregate consideration transferred, the excess is recognized as capital reserve after reassessing the fair values of the net assets.

Intangible assets acquired in a business combination are measured at their fair value at the date of acquisition.

Goodwill is tested annually on March 31, for impairment, or sooner whenever there is an indication that goodwill may be impaired, relying on a number of factors including operating results, business plans and future cash flows.

For the purpose of impairment testing, goodwill acquired in a business combination is allocated to the Group's cash generating units (CGU) expected to benefit from the synergies arising from the business combination. A CGU is the smallest identifiable group of assets that generates cash inflows that are largely independent of the cash inflows from other assets or group of assets.

Impairment occurs when the carrying amount of a CGU including the goodwill, exceeds the estimated recoverable amount of the CGU. The recoverable amount of a CGU is the higher of its fair value less cost to sell and its value-in-use. Value-in-use is the present value of future cash flows expected to be derived from the CGU. Total impairment loss of a CGU is allocated first to reduce the carrying amount of goodwill allocated to the CGU and then to the other assets of the CGU, pro-rata on the basis of the carrying amount of each asset in the CGU. An impairment loss on goodwill recognized in the statement of profit and loss is not reversed in the subsequent period.

3. Significant accounting estimates and assumptions

The preparation of condensed consolidated interim financial statements in conformity with Ind AS requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the disclosure of contingent liabilities, at the end of the reporting period. The significant judgements



made by management in applying the Group's accounting policies and key sources of estimation and uncertainty were the same as those described in the last annual consolidated financial statements for the year ended 31 March 2024.

Measurement of fair values

The Group records certain financial assets and liabilities at fair value on a recurring basis. The Group determines fair values based on the price it would receive to sell an asset or pay to transfer a liability in an orderly transaction between market participants at the measurement date in the principal or most advantageous market for that asset or liability.

The Group's management determines the policies and procedures for recurring fair value measurement, such as investment in equity instruments and preference instruments, investments in mutual funds, exchange traded funds, bonds, debentures, government securities, units of investment trust and units of alternative investment funds measured at fair value.

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

All assets and liabilities for which fair value is measured or disclosed in the condensed consolidated interim financial statements are categorised within the fair value hierarchy, described as follows, based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety:

- (i) Level 1 — Quoted (unadjusted) market prices in active markets for identical assets or liabilities
- (ii) Level 2 — inputs, other than quoted prices included within Level 1, that are observable for the asset or liability, either directly or indirectly; and
- (iii) Level 3 — Unobservable inputs for the asset or liability reflecting Group's assumptions about pricing by market participants

For assets and liabilities that are recognised in the condensed consolidated interim financial statements on fair value on a recurring basis, the Group determines whether transfers have occurred between Levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

When applicable, further information about the assumptions made in determining fair values is disclosed in the notes specific to that asset or liability.

4. Segment Information

Operating segments are defined as components of an enterprise for which discrete financial information is available that is evaluated regularly by the chief operating decision maker, in deciding how to allocate resources and assessing performance.

The Group has identified two business segments namely "Web and related Services" and "Accounting Software Services" as reportable segments based on the nature of the products, the risks and returns, the organization structure and the internal financial reporting systems.

Web and related services pertains to online B2B marketplace for business products and services. It provides a platform to discover products and services and connect with the suppliers of such products and services. Accounting software services include business of development, system analysis, designing and marketing of integrated business accounting software to help and manage businesses with increased efficiency.

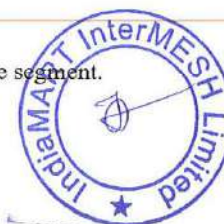
The accounting principles used in the preparation of the condensed consolidated interim financial statements are consistently applied to record revenue and expenditure in individual segments and are as set out in Note 2 on material accounting policies. The accounting policies in relation to segment accounting are as under:

(a) Segment revenue and expenses

Segment revenue is directly attributable to the segment and segment expenses have been allocated to various segments on the basis of specific identification. However, segment revenue does not include other income.

(b) Segment assets and liabilities

Assets and liabilities directly attributable or allocable to segments are disclosed under each reportable segment.



5A Property, plant and equipment

	Computers	Office equipments	Furniture and fixtures	Motor vehicles	Leasehold Improvement	Total Property, plant and equipment	Capital work in progress
Gross carrying amount							
As at 01 April 2023	291.52	49.94	4.12	7.27	-	352.85	1.77
Additions for the year	136.31	4.93	2.26	-	-	143.50	5.04
Disposals for the year	(32.12)	(0.61)	(0.09)	-	-	(32.82)	-
As at 31 March 2024	395.71	54.26	6.29	7.27	-	463.53	6.81
Additions for the period	7.28	2.39	0.32	-	11.50	21.49	6.46
Disposals for the period	(0.34)	-	-	-	-	(0.34)	(11.50)
As at 30 September 2024	402.65	56.65	6.61	7.27	11.50	484.68	1.77
Accumulated depreciation							
As at 01 April 2023	176.03	43.46	3.05	2.00	-	224.54	-
Charge for the year*	110.12	4.02	0.66	1.64	-	116.44	1.77
Disposals during the year	(31.78)	(0.60)	(0.08)	-	-	(32.46)	-
As at 31 March 2024	254.37	46.88	3.63	3.64	-	308.52	1.77
Charge for the period	45.81	1.95	0.38	0.56	0.95	49.65	-
Disposals during the period	(0.27)	-	-	-	-	(0.27)	-
As at 30 September 2024	299.91	48.83	4.01	4.20	0.95	357.90	1.77
Net Carrying value							
As at 1 April 2023	115.49	6.48	1.07	5.27	-	128.31	1.77
As at 31 March 2024	141.34	7.38	2.66	3.63	-	155.01	5.04
As at 30 September 2024	102.74	7.82	2.60	3.07	10.55	126.78	-

* Capital work in progress incurred towards construction of boundary wall on leasehold land (refer note 5B for details related to leasehold land).



5B Right-of-use asset

	Leasehold land	Buildings	Total
Gross carrying amount			
As at 01 April 2023	37.12	787.96	825.08
Additions for the year	-	97.27	97.27
Disposals for the year	-	(61.04)	(61.04)
As at 31 March 2024	37.12	824.19	861.31
Additions for the period	-	46.24	46.24
Disposals for the period	-	(20.50)	(20.50)
As at 30 September 2024	37.12	849.93	887.05
Accumulated depreciation, amortisation and impairment			
As at 01 April 2023	3.22	409.24	412.46
Charge for the year (refer Note 1 below)	33.90	102.46	136.36
Disposals for the year (refer Note 2 below)	-	(14.36)	(14.36)
As at 31 March 2024	37.12	497.34	534.46
Charge for the period	-	57.36	57.36
Disposals for the period (refer Note 2 below)	-	(9.45)	(9.45)
As at 30 September 2024	37.12	545.25	582.37
Net Carrying value			
As at 01 April 2023	33.90	378.72	412.62
As at 31 March 2024	-	326.85	326.85
As at 30 September 2024	-	304.68	304.68

1. The Company had received a letter issued by the authorities during the year ended 31 March, 2024 which includes reference of order cancelling the land lease deed as per the terms of the lease arrangement. In the said order, it was also mentioned that to restore the cancelled lease, the concerned persons are required to file an appeal under section 41(3) of the UP Urban Planning and Development Act, 1973 within a stipulated time period. The Company filed an appeal to restore the cancelled allotment of land within the prescribed timeline and the said appeal is pending before the appropriate authority.

During the pendency of the Appeal, the Company filed the writ petition before the Allahabad High Court for directions to Infrastructure & Industrial Development (IID) to grant early hearing for the pending appeal and in the month of September, 2024 the Hon'ble High Court directed the IID to hear and dispose off the appeal at the earliest and also directed Noida authority to not to take any adverse action till disposal of such appeal.

However, pursuant to limited visibility on potential outcome of the appeal, the Right to Use asset recognised in respect of such leasehold land and Capital work in progress was fully provided during the year ended 31 March, 2024.

2. Disposal includes adjustment on account of lease modifications.

6A Goodwill

	As at 30 September 2024	As at 31 March 2024
Acquisitions through business combinations	4,542.72	4,542.72

The following table presents the changes in the carrying value of goodwill based on identified CGUs:

	Busy Infotech Private Limited	Livekeeping Technologies Private Limited	Total
Closing balance as at 01 April 2023	4,122.34	420.38	4,542.72
Changes during the year	-	-	-
Closing balance as at 31 March 2024	4,122.34	420.38	4,542.72
Changes during the period	-	-	-
Closing balance as at 30 September 2024	4,122.34	420.38	4,542.72

The Group tests goodwill for impairment on March 31, or more frequently when there is indication for impairment. For the purpose of impairment testing, goodwill is allocated to a CGU representing the lowest level within the Group at which goodwill is monitored for internal management purposes, and which is not larger than the Group's operating segment.



6B Other Intangible assets

	Software	Unique telephone numbers	Technology	Channel Network	Total
Gross carrying amount					
As at 01 April 2023	15.84	4.70	191.08	365.62	577.24
Additions	-	-	-	-	-
Disposals	(0.51)	-	-	-	(0.51)
As at 31 March 2024	15.33	4.70	191.08	365.62	576.73
Additions	7.61	-	-	-	7.61
Disposals	-	-	-	-	-
As at 30 September 2024	22.94	4.70	191.08	365.62	584.34
Accumulated amortization					
As at 01 April 2023	14.47	4.58	37.64	73.12	129.81
Amortisation for the year	0.45	0.02	38.22	73.12	111.81
Disposals	(0.12)	-	-	-	(0.12)
As at 31 March 2024	14.80	4.60	75.86	146.24	241.50
Amortisation for the period	0.43	0.03	19.11	36.56	56.13
Disposals	-	-	-	-	-
As at 30 September 2024	15.23	4.63	94.97	182.80	297.63
Net Carrying value					
As at 01 April 2023	1.37	0.12	153.44	292.50	447.43
As at 31 March 2024	0.53	0.10	115.22	219.38	335.23
As at 30 September 2024	7.71	0.07	96.11	182.82	286.71

6C Intangible under development

	Software under development	Total
Gross carrying amount		
As at 1 April 2023	-	-
Additions for the year	-	-
Disposal during the year	-	-
As at 31 March 2024	-	-
Additions for the period	8.64	8.64
Disposal during the period	-	-
As at 30 September 2024	8.64	8.64
Accumulated Amortisation		
As at 1 April 2023	-	-
Amortisation for the year	-	-
Disposals for the Year	-	-
As at 31 March 2024	-	-
Amortisation for the period	-	-
Disposals for the period	-	-
As at 30 September 2024	-	-
Net Carrying value		
As at 1 April 2023	-	-
As at 31 March 2024	-	-
As at 30 September 2024	8.64	8.64



7 Investment in associates- Unquoted*

(Accounted under equity method)	As at 30 September 2024		As at 31 March 2024	
	No. of units	Amount	No. of units	Amount
Fully paid up - at cost				
Investments in Simply Vyapar Apps Private Limited				
Compulsory convertible preference shares of INR 100 each (at premium of INR 52,217.90 each)	5,954	311.50	5,954	311.50
Bonus shares received on above Compulsory convertible preference shares	1,13,126	-	1,13,126	-
Equity shares of INR 10 each (at premium of INR 52,307.90 each)	10	0.52	10	0.52
Bonus shares received on above Equity shares	190	-	190	-
Compulsory convertible preference shares of INR 100 each (at premium of INR 2,90,261 each)	1,809	525.26	1,809	525.26
Bonus shares received on above Compulsory convertible preference shares	34,371	-	34,371	-
Equity shares of INR 10 each (at premium of INR 2,03,242 each)	444	90.24	444	90.24
Bonus shares received on above Equity shares	8,436	-	8,436	-
Equity shares of INR 10 each (at premium of INR 2,90,351 each)	137	39.78	137	39.78
Bonus shares received on above Equity shares	2,603	-	2,603	-
Compulsory convertible preference shares of INR 100 each (at premium of INR 20,789.66 each) (refer note 1 below)	2,750	57.45	-	-
Compulsory convertible preference shares of INR 100 each (at premium of INR 14,417.80 each) (refer note 1 below)	2,814	40.85	-	-
Equity shares of INR 10 each (at premium of INR 14,507.80 each) (refer note 1 below)	935	13.57	-	-
Less: Share of loss of associate		1,079.17 (559.06)		967.30 (463.72)
Investments in Mobisy Technologies Private Limited				
Compulsory convertible preference shares of INR 1 each (at premium of INR 776 each)	1,28,593	99.92	1,28,593	99.92
Equity shares of INR 1 each (at premium of INR 776 each)	100	0.07	100	0.07
Compulsory convertible preference shares of INR 1 each (at premium of INR 836 each)	1,19,474	100.00	1,19,474	100.00
Compulsory convertible preference shares of INR 1 each (at premium of INR 1,222/- each)	1,05,607	129.20	1,05,607	129.20
Equity shares of INR 1 each (at premium of INR 837 each)	17,750	14.86	17,750	14.86
Equity shares of INR 1 each (at premium of INR 1,222/- each)	17,963	21.98	17,963	21.98
Compulsory convertible preference shares of INR 1 each (at premium of INR 1,760.83 each) (refer note 2 below)	45,407	80.00	-	-
Fair value gain recognised through profit and loss till the date entity has become an associate		446.03		366.03
Add: Share of loss of associate		97.87 (83.27)		97.87 (57.34)
Investments in Truckhall Private Limited				
Compulsory convertible preference shares of INR 10 each (at premium of INR 7,467 each)	12,846	96.05	12,846	96.05
Compulsory convertible preference shares of INR 10 each (at premium of INR 14,282 each)	5,248	75.00	5,248	75.00
Compulsory convertible preference shares of INR 10 each (at premium of INR 15,226 each) (refer note 3 below)	1,969	30.00	-	-
Equity shares of INR 10 each (at premium of INR 7,467 each)	1,879	14.05	1,879	14.05
Less: Share of loss of associate		215.10 (71.44)		185.10 (54.94)
Investments in Shipway Technology Private Limited				
Compulsory convertible preference shares of INR 10 each (at premium of INR 43,446 each)	4,088	177.65	4,088	177.65
Equity shares of INR 10 each (at premium of INR 43,446 each)	100	4.35	100	4.35
Less: Share of loss of associate		182.00 (29.19)		182.00 (25.56)
Investments in Agilloo E-Commerce Private Limited				
Compulsory convertible preference shares of INR 10 each (at premium of INR 60,311 each)	2,694	162.50	2,694	162.50
Equity shares of INR 10 each (at premium of INR 43,497 each)	2,241	97.50	2,241	97.50
Less: Impairment allowance for investment in shares		260.00 (18.23)		260.00 (18.23)
Less: Share of loss of associate		(44.19)		(31.39)
Investments in Edgewise Technologies Private Limited				
Compulsory Convertible Preference Shares of INR 10 each (at premium of INR 27,314 each)	4,784	130.72	4,784	130.72
Equity Shares of INR 10 each (at premium of INR 27,314 each)	100	2.73	100	2.73
Less: Share of loss of associate		133.45 (40.33)		133.45 (32.30)
Investments in IB Monotaro Private Limited				
Equity shares of INR 10 each (at premium of INR 1,274.15 each)	8,11,250	1,041.77	8,11,250	1,041.77
Investment in Equity shares of INR 10 each (at premium of INR 1,275.24/- each)	1,06,876	137.36	1,06,876	137.36
Less: Share of loss of associate		1,179.13 (334.29)		1,179.13 (263.91)
Investments in Adansa Solutions Private Limited				
Equity shares of INR 1000 each (at premium of INR 10,28,411.76 each)	20	20.60	20	20.60
Compulsory Convertible Preference shares of INR 10 each (at premium of INR 14,696 each)	7,950	116.90	7,950	116.90
Less: Share of loss of associate		137.50 (26.27)		137.50 (19.32)
		<u>2,523.98</u>		<u>2,541.67</u>

*Refer note 30 for transactions and outstanding balances pertaining to related parties.

Notes:

- During the period ended 30 September 2024, the Group has further invested INR 111.87 into equity and preference shares of Simply Vyapar Apps Private Limited, thereby increasing the equity ownership on fully converted and diluted basis to 28.72% from 27.45%.
- The Group had invested in 0.0001% Compulsory convertible debentures in Mobisy Technologies Private Limited amounting to INR 80 which has been subsequently converted into 45,407 0.001% Compulsorily Convertible Preference shares of the face value of INR 1 each during the period ended 30 September 2024 in accordance with the terms of debenture agreement. The said conversion has resulted in increase of its equity ownership on fully converted and diluted basis to 26.15% from 24.08%.
- The Group had invested in 0.0001% Compulsory convertible debentures in Truckhall Private Limited amounting to INR 30 which has been subsequently converted into 1,969 0.001% Compulsorily Convertible Preference shares of the face value of INR 10 each during the period ended 30 September 2024 in accordance with the terms of debenture agreement. The said conversion has resulted in increase of its equity ownership on fully converted and diluted basis to 29.34% from 27.42%.



8 Financial assets

(i) Investments

Non-current*

(i) Investment in other entities at FVTPL

(ii) Investment in debt instruments of associates at FVTPL

Current

Investment in mutual funds and exchange traded funds at FVTPL

Investment in bonds and debentures at FVTPL

Investment in Government Securities- Quoted (measured at FVTPL)

As at 30 September 2024	As at 31 March 2024
3,368.00	2,504.81
80.00	190.00
3,448.00	2,694.81
14,551.89	13,857.17
4,784.17	5,299.81
4,582.13	3,064.78
23,918.19	22,221.76

*Refer note 30 for transactions and outstanding balances pertaining to related parties.

	As at 30 September 2024		As at 31 March 2024	
	No. of units	Amount	No. of units	Amount
a) Non-current investments				
(i) Investment in others entities				
<i>Unquoted (measured at FVTPL) (Refer note 1 below)</i>				
Instant Procurement Services Private Limited				
Equity shares held of INR 10 each (at premium of INR 899 each)	10	-	10	-
0.001% Compulsorily convertible preference share of INR 10 each	16,200	13.50	16,200	13.50
Fair value gain recognised through profit and loss till date		803.15		803.15
		816.65		816.65
Legstify Services Private Limited				
Compulsory convertible preference shares of INR 10 each (at premium of INR 5,132.68 each)	1,146	5.89	1,146	5.89
Compulsory convertible preference shares of INR 10 each (at premium of INR 4,104.14 each)	1,580	6.50	1,580	6.50
Compulsory convertible preference shares of INR 10 each (at premium of INR 58,120.00 each)	1,290	75.00	1,290	75.00
Equity shares of INR 10 each (at premium of INR 5,132.68 each)	100	0.51	100	0.51
		87.90		87.90
Mynd Solutions Private Limited				
Equity shares of INR 10 each (at premium of INR 87.21 each)	24,74,637	240.56	24,74,637	240.56
Equity shares of INR 10 each (at premium of INR 117.46 each)	60,000	7.65	60,000	7.65
Equity shares of INR 10 each (at premium of INR 117.46 each) (refer note 2 below)	1,20,000	15.30	-	-
Compulsory convertible preference shares of INR 10 each INR (at premium of INR 149.32 each)	15,10,656	240.68	15,10,656	240.68
Fair value gain recognised through profit and loss till date		96.12		96.12
		600.31		585.01
Zimyo Consulting Private Limited				
Compulsory convertible preference shares of INR 10 each (at premium of INR 86,306.32/- each)	1,870	161.41	1,870	161.41
Equity shares of INR 10 each (at premium of INR 86,306.32/- each)	100	8.63	100	8.63
Fair value loss recognised through profit and loss till date (refer note 4 below)		(49.06)		-
		120.98		170.04
Fleetx Technologies Private Limited				
Compulsory convertible preference shares of INR 10 each (at premium of INR 67,429/- each)	10,323	696.08	10,323	696.08
Equity shares of INR 10 each (at premium of INR 57,315/- each)	3,805	218.12	3,805	218.12
Fair value loss recognised through profit and loss till date		(68.99)		(68.99)
		845.21		845.21
Investment in Baldor Technologies Private Limited (refer note 3 below)				
Equity shares of INR 1 each (at premium of INR 362.22/- each)	100	0.04	-	-
Compulsory convertible preference shares of INR 5 each (at premium of INR 1,811.10/- each)	3,54,619	644.02	-	-
Compulsory convertible preference shares of INR 5 each (at premium of INR 358.22/- each)	400	0.15	-	-
Compulsory convertible Debentures of INR 640/- each (at premium of INR 445.59/- each)	2,32,810	252.74	-	-
		896.95		-
		3,368.00		2,504.81
(ii) Investment in debt instruments of associates at FVTPL				
<i>Unquoted (measured at FVTPL)</i>				
Investment in Truckhall Private Limited				
Investment made in 0.0001% Compulsory convertible debentures of INR 1000 each in Truckhall Private Limited:				
Opening	30,000	30	75,000	75.00
Addition during the period	-	-	30,000	30.00
Conversion during the period (refer note 5 below)	(30,000)	(30)	(75,000)	(75.00)
		-		30.00
Investment in Mobisy Technologies Private Limited				
Investment in Compulsory convertible debentures of INR 1000 each in Mobisy Technologies Private Limited				
Opening	1,60,000	160	80,000	80.00
Addition during the period /year	-	-	80,000	80.00
Conversion during the period /year (refer note below 5 below)	(80,000)	(80)	-	-
		80.00		160.00
		80.00		190.00

Notes:

- The Group has invested in equity, convertible preference, and convertible debt instruments of other entities and associates, based on the terms of these instruments they are measured at fair value through profit and loss.
- During the period ended 30 September 2024, the Group has further invested INR 15.30 in Mynd Solutions Private Limited thereby increasing the equity ownership from 9.34% to 9.62% on fully converted and diluted basis. This investment has continued to be classified as "Investment at FVTPL" as per Ind-AS 109.
- During the period ended 30 September 2024, the Group has acquired 10% equity ownership on fully converted and diluted basis in Baldor Technologies Private Limited at the aggregate consideration of INR 896.95. This investment is in line with the Company's long term objective of investing in offering various Software as a Service ("SAAS") based solutions for businesses and has been classified as "Investment at FVTPL" as per Ind-AS 109.
- During the period ended 30 September 2024, fair value loss amounting to INR 49.06 has been recorded for "Zimyo consulting Private Limited" based on actual performance being lower than projected performance.
- Refer Note 7 for details related to conversion.



8 Financial assets (Cont'd)

b) Current investments

	As at 30 September 2024		As at 31 March 2024	
Investment in mutual funds and exchange traded funds - Quoted (measured at FVTPL)	No. of units	Amount	No. of units	Amount
Aditya Birla Sun Life Corporate Bond Fund	1,28,93,117	1,392.47	1,28,93,117	1,331.15
Aditya Birla Sun Life Nifty SDL Apr 2027 Index Fund	4,40,73,459	516.58	4,40,73,459	494.62
Axis Corporate Bond Fund	87,77,620	148.40	87,77,620	141.96
Axis Money Market Fund	27,063	36.87	-	-
Axis Liquid Fund	-	-	16,790	45.06
Bajaj Finserv Liquid Fund	-	-	10,005	10.54
Bharat Bond ETF April-2025	8,20,419	1,019.53	8,20,419	982.29
DSP Liquidity Fund	9,805	35.08	-	-
Edelweiss NIFTY PSU Bond Plus SDL Apr 2026 50:50 Index Fund	4,74,76,047	585.53	4,74,76,047	563.66
Edelweiss CRISIL IBX 50:50 Gilt Plus SDL April 2037 Index Fund	7,16,06,998	868.93	6,75,27,573	774.97
Edelweiss Arbitrage Fund	1,99,50,890	392.13	17,60,675	33.30
Edelweiss Nifty Midcap150 Momentum 50 Index Fund	27,28,649	54.21	-	-
HDFC Low Duration Fund	1,54,29,585	909.45	1,54,29,585	874.61
HDFC Corporate Bond Fund	47,38,647	148.18	47,38,647	141.61
ICICI Prudential Savings Fund	14,74,179	765.45	14,74,179	736.43
ICICI Prudential Corporate Bond Fund	2,06,88,321	606.47	2,13,52,962	600.20
ICICI Prudential Nifty SDL Dec 2028 Index Fund	4,82,19,177	569.45	4,82,19,177	542.09
ICICI Prudential Overnight Fund	6,108	8.14	-	-
ICICI Prudential Nifty Alpha Low Volatility 30 ETF	1,26,36,017	404.60	-	-
ICICI Prudential Nifty 200 Quality 30 ETF	1,17,85,000	278.49	-	-
Kotak Corporate Bond Fund	2,37,186	877.08	2,37,186	838.50
Kotak Nifty SDL Apr 2027 Top 12 Equal Weight Index Fund	4,97,90,091	578.20	4,97,90,091	552.91
Kotak Equity Arbitrage Fund	1,06,71,628	403.73	1,13,75,631	413.92
Kotak Nifty SDL Apr 2032 Top 12 Equal Weight Index Fund	9,46,02,577	1,134.88	9,46,02,577	1,079.69
Nippon India Dynamic Bond Fund	2,49,40,628	935.88	2,49,40,628	891.35
Nippon India Nivesh Lakshya Fund	2,10,72,061	368.07	2,00,56,798	330.22
SBI Nifty 50 ETF	-	-	6,02,665	140.73
SBI Savings Fund	45,47,601	68.04	45,47,601	65.18
Aditya Birla Sun Life Liquid Fund	12,17,740	32.94	13,33,372	76.76
SBI BSE Sensex ETF	-	-	6,63,342	529.15
SBI Nifty Index Fund	5,02,335	119.15	5,02,335	102.35
SBI Magnum Constant Maturity Fund	91,91,798	573.12	91,91,798	543.31
SBI Arbitrage Opportunities Fund	-	-	97,11,582	317.90
SBI Nifty 200 Quality 30 ETF	6,67,911	166.25	-	-
Tata Arbitrage Fund	-	-	29,95,342	41.13
Invesco India Arbitrage Fund	95,75,918	312.35	1,07,44,130	337.06
UTI Nifty 50 ETF	8,65,000	242.24	13,50,000	324.52
Total		14,551.89		13,857.17

Financial assets (Cont'd)

Investment in bonds and debentures- Quoted (measured at FVTPL)

Bajaj Finance Ltd. Bond	2,600	381.62	2,850	642.65
Bajaj Finance Ltd Zero Coupon Bond	250	288.39	-	-
Canara Bank Perpetual Bond	30	311.42	30	304.89
Axis Finance Ltd. Bond	3,000	314.52	2,500	252.11
HDFC Bank Perpetual Bond	20	200.23	20	206.51
HDFC Bank Bond	250	247.95	750	754.46
HDB Financial Services Ltd Bond	3,750	611.02	750	311.95
Kotak Mahindra Prime Ltd. Bond	-	-	2,500	266.33
India Infradebt Ltd Bond	100	102.73	100	98.99
Mahindra & Mahindra Financial Services Ltd. Zero Coupon Bond	300	285.48	300	274.09
NABARD Bond	-	-	150	151.83
Punjab National Bank Perpetual Bond	10	106.57	10	101.97
Power Finance Corporation Ltd - Bond	8	8.38	8	8.07
State Bank of India Perpetual Bond	115	1,163.79	115	1,174.75
Bank of Baroda Perpetual Bond	10	100.41	10	103.34
State Bank of India Tier-II Bond	500	503.60	500	496.41
Union Bank of India Perpetual Bond	15	158.06	15	151.46
Total		4,784.17		5,299.81

Investment in Government Securities- Quoted (measured at FVTPL)

7.18% Government of India 2033	60,00,000	621.98	50,00,000	508.85
7.18% Government of India 2037	1,40,00,000	1,463.60	1,25,00,000	1,275.95
7.10% Government of India 2034	20,00,000	211.64	5,00,000	50.50
7.44% Government of Karnataka SGS 2034	10,00,000	103.03	10,00,000	100.35
7.42% Government of Karnataka SGS 2035	35,00,000	360.38	25,00,000	252.39
7.45% Government of Karnataka SGS 2037	25,00,000	258.09	35,00,000	365.13
7.43% Government of Tamil Nadu SGS 2034	20,00,000	204.76	25,00,000	251.99
7.38% Government of Tamil Nadu SGS 2034	25,00,000	259.28	-	-
7.34% Government of Tamil Nadu SGS 2034	20,00,000	206.16	-	-
7.72% Government of Maharashtra SGS 2035	25,00,000	265.23	25,00,000	259.62
7.40% Government of Maharashtra SGS 2035	25,00,000	257.04	-	-
7.73% Government of Maharashtra SGS 2036	35,00,000	370.94	-	-
Total		4,582.13		3,064.78

Total current investments

Aggregate book value of quoted investments	23,918.19	22,221.76
Aggregate market value of quoted investments	23,918.19	22,221.76
Aggregate carrying value of unquoted investments	3,448.00	2,694.81



8 Financial assets (Cont'd)

c) Loans (measured at amortised cost)

	As at 30 September 2024	As at 31 March 2024
(i) Loans		
Non-current (unsecured, considered good unless stated otherwise)		
Inter-corporate deposits*		
-Bajaj Finance Limited	-	64.30
Loans to employees**	0.92	1.02
	<u>0.92</u>	<u>65.32</u>
Current (unsecured, considered good unless stated otherwise)		
Inter-corporate deposits*		
-Bajaj Finance Limited	66.22	-
-PNB Housing Finance Limited	107.70	104.03
Loan to associate :		
-Loan to Mobius Technologies Private Limited*	30.00	-
Loans to employees **	6.86	4.28
	<u>210.78</u>	<u>108.31</u>
Total loans	211.70	173.63

Notes:

* Inter-corporate deposits placed with financial institutions yield fixed interest rate.

** Represent interest free loans to employees, which are generally recoverable within 24 monthly instalments.

* Intercorporate loan carries interest rate of 9.50% per annum. The loan is repayable along with interest within 90 days from the date of loan and purpose of loan granted was to meet cash flow requirements.

d) Other financial assets (measured at amortised cost)

Non-current (unsecured, considered good unless stated otherwise)

	As at 30 September 2024	As at 31 March 2024
Security deposits	47.39	41.96
Deposits with remaining maturity for more than twelve months (Refer Note 11)	38.54	0.08
Total	85.93	42.04
Current (unsecured, considered good unless stated otherwise)		
Security deposits	20.51	19.46
Amount recoverable from payment gateway	74.41	229.03
Other receivables	0.56	0.33
Total	95.48	248.82

Notes:

Security deposits are non-interest bearing and are generally on term of 3 to 9 years.

9 Other assets

	As at 30 September 2024	As at 31 March 2024
Non-current (unsecured, considered good unless stated otherwise)		
Prepaid expenses	4.49	0.33
Indirect taxes recoverable	13.93	14.10
Capital advance	1.40	1.40
Total	19.82	15.83
Current (Unsecured, considered good unless stated otherwise)		
Advances recoverable	11.20	9.02
Indirect taxes recoverable	16.71	13.29
Prepaid expenses	37.33	40.21
Total	65.24	62.52

10 Trade receivables

	As at 30 September 2024	As at 31 March 2024
Unsecured, considered good unless stated otherwise		
Trade receivables	33.45	47.25
Receivables from related parties (Refer Note 30)	0.37	0.57
Total	33.82	47.82

Notes:

a) No trade receivables are due from directors or other officers of the Group either severally or jointly with any other person.

b) For terms and conditions relating to related party receivables (Refer Note 30)

c) Trade receivables are non-interest bearing and are generally on terms of 30 to 180 days.

11 Cash and bank balances

	As at 30 September 2024	As at 31 March 2024
a) Cash and cash equivalents		
Cheques on hand	99.85	185.06
Balance with bank		
- On current accounts	188.25	284.93
- Deposits with original maturity of less than three months*	0.54	378.05
Total Cash and cash equivalents	288.64	848.04

*Includes interest accrued.

Note:

Cash and cash equivalents for the purpose of cash flow statement comprise cash and cash equivalents as shown above.

b) Bank balances other than cash and cash equivalents

(i) Deposits with banks		
- remaining maturity upto twelve months	145.12	161.70
- remaining maturity for more than twelve months	-	0.08
	<u>145.12</u>	<u>161.78</u>
Less: Amount disclosed under Other financial assets non-current	(38.54)	(0.08)
	<u>106.58</u>	<u>161.70</u>

(ii) Earmarked balances with banks*

Amount disclosed under current bank deposits	2.34	2.27
	<u>108.92</u>	<u>163.97</u>

* Earmarked balances includes below items :-

-Unclaimed/Unpaid dividend

-Bank balance with Indiamart Employee Benefit Trust

0.26
2.08



12 Share capital

Authorised equity share capital (INR 10 per share)

As at 01 April 2023
As at 31 March 2024
As at 30 September 2024

Number of shares	Amount
9,94,42,460	994.42
9,94,42,460	994.42
9,94,42,460	994.42

Authorised 0.01% cumulative preference share capital (INR 328 per share)

As at 01 April 2023
As at 31 March 2024
As at 30 September 2024

Number of shares	Amount
3	0.00
3	0.00
3	0.00

Issued equity share capital (subscribed and fully paid up) (INR 10 per share)

	As at 30 September 2024		As at 31 March 2024	
	Number of shares	Amount	Number of shares	Amount
Shares outstanding at the beginning of the period/year	5,99,79,148	599.80	3,06,14,574	306.15
Bonus issue during the period/year (refer note 1 below)	-	-	3,06,14,574	306.15
Equity shares extinguished on buy back during the period/year (refer note 2 below)	-	-	(12,50,000)	(12.50)
Shares outstanding at the end of the period/year	5,99,79,148	599.80	5,99,79,148	599.80
Equity shares held by Indiamart Employee Benefit Trust as at period/year end (refer note (a) below)	(24,104)	(0.25)	(30,202)	(0.31)
Shares outstanding at the end of the period/year net of elimination on account of shares held by Indiamart Employee Benefit Trust	5,99,55,044	599.55	5,99,48,946	599.49

Notes:

- During the year ended March 31, 2024, the Company had issued and allotted 3,06,14,574 fully paid up Bonus Equity shares of Rs.10 each on 22 June 2023 in the ratio of 1:1 (i.e. 1 Bonus Equity shares for every 1 existing equity share of the Company) to the shareholders who held shares on 21 June 2023 i.e. Record date which includes 35,353 bonus shares to Indiamart Employee Benefit trust.
- During the year ended 31 March 2024, the Board of Directors approved a proposal to buy-back upto 12,50,000 equity shares of the Company for an aggregate amount not exceeding INR 5,000, being 2.04% of the total paid up equity share capital at 4,000 per equity share. A Letter of Offer was made to all eligible shareholders. The Company bought back 12,50,000 equity shares out of the shares that were tendered by eligible shareholders and extinguished the equity shares on 25 September 2023. Capital redemption reserve was created to the extent of share capital extinguished of INR 12.50. The buyback results in a cash outflow of INR 6,198.84 (including transaction costs of INR 36.95 and tax on buyback of INR 1,161.89). The Company funded the buyback from its free reserves including Securities Premium as explained in Section 68 of the Companies Act, 2013.
- During the year ended 31 March 2021, the Company had raised money by the way of Qualified Institutions Placement ('QIP') and allotted 1,242,212 equity shares of face value INR 10 each to the eligible qualified institutional buyers (QIB) at a pre bonus share price of INR 8.615 per equity share (including a premium of INR 8.605 per equity share) aggregating to INR 10,701.66 on 22 February 2021. The issue was made in accordance SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2018, as amended. Expenses incurred in relation to QIP amounting to INR 189.67 were adjusted from Securities Premium Account which resulted into the QIP's net proceeds of INR 10,511.99. The Company utilised entire amount of INR 10,511.99 million towards purposes specified in the placement document from the date of QIP till June 30, 2024.

a) Shares held by Indiamart Employee Benefit Trust against employees share based payment plans (face value: INR 10 each)

	As at 30 September 2024		As at 31 March 2024	
	Number	Amount	Number	Amount
Opening balance	30,202	0.31	35,353	0.36
Bonus issued during the period/year	-	-	35,353	0.36
Transfer to employees pursuant to SAR/ESOP exercised	(6,098)	(0.06)	(40,504)	(0.41)
Closing balance	24,104	0.25	30,202	0.31



13 Other equity

	As at 30 September 2024	As at 31 March 2024
Securities premium	9,183.62	9,165.06
Employee share based payment reserve	464.98	372.92
Capital redemption reserve	12.50	12.50
Retained earnings	8,511.77	7,211.17
Total other equity	18,172.87	16,761.65

Nature and purpose of reserves and surplus:

- a) **Securities premium:** The Securities premium account is used to record the premium on issue of shares and is utilised in accordance with the provisions of the Companies Act 2013.
- b) **Employee share based payment reserve:** The Employee share based payment reserve is used to recognise the compensation related to share based awards issued to employees under Company's Share based payment scheme.
- c) **Capital redemption reserve:** The Capital redemption reserve is created when company purchases its own shares out of free reserves or securities premium. A sum equal to the nominal value of the shares so purchased is transferred to capital redemption reserve. The reserve is utilised in accordance with the provisions of section 69 of the Companies Act, 2013.
- d) **Retained earnings:** Retained earnings represent the amount of accumulated earnings of the Group, and re-measurement gains/losses on defined benefit plans.

14 Trade payables*

	As at 30 September 2024	As at 31 March 2024
Payable to micro, small and medium enterprises**	1.61	0.55
Other trade payables		
- outstanding dues to others	6.91	4.48
Accrued expenses	325.58	338.59
Total	334.10	343.62

* Refer note 30 for outstanding balances pertaining to related parties.

** As per the Micro, Small and Medium Enterprises Development Act, 2006.

15 Lease and other financial liabilities

	As at 30 September 2024	As at 31 March 2024
(a) Lease liabilities		
Non-current	255.59	292.45
Current	129.45	114.22
	385.04	406.67
(b) Other financial liabilities		
Non-current		
Deferred Consideration #	-	269.57
Total	-	269.57
Current		
Payable to employees	202.40	276.02
Deferred Consideration #	286.63	132.54
Other payable*	18.78	25.38
Total	507.81	433.94

During the period ended 30 September 2024, pursuant to Shareholder's agreement dated 25 March, 2022 the Company has purchased shares of Livekeeping Technologies Private Limited from its existing shareholders for a consideration of INR 133.90. This resulted in settlement of corresponding deferred consideration in the current period.

*Includes unclaimed/unpaid dividend of INR 0.26 (31 March 2024: INR 0.23).

16 Provisions

	As at 30 September 2024	As at 31 March 2024
Non-current		
Provision for employee benefits (Refer note 27)		
Provision for gratuity	167.64	141.35
Provision for leave encashment	157.24	127.12
Total	324.88	268.47
Current		
Provision for employee benefits (Refer note 27)		
Provision for gratuity	39.96	40.19
Provision for leave encashment	61.61	41.81
Provision-others*	15.38	15.38
Total	116.95	97.38

* towards indirect taxes (refer note 31(i)(a))



17 Contract and other liabilities

	As at 30 September 2024	As at 31 March 2024
Contract liabilities*		
Non-current		
Deferred revenue	5,482.89	5,189.79
	<u>5,482.89</u>	<u>5,189.79</u>
Current		
Deferred revenue	8,903.78	8,334.57
Advances from customers	439.21	875.45
	<u>9,342.99</u>	<u>9,210.02</u>
Total	<u>14,825.88</u>	<u>14,399.81</u>
Other liabilities- current		
Statutory dues		
Tax deducted at source payable	39.58	51.33
GST payable	166.98	354.40
Others	21.94	19.94
Total	<u>228.50</u>	<u>425.67</u>

* Contract liabilities include consideration received in advance to render services in future periods. Refer Note 30 for outstanding balances pertaining to related parties.

18 Income tax assets and liabilities

	As at 30 September 2024	As at 31 March 2024
Income tax assets (net of provisions)		
Non current		
Income tax assets	114.07	72.28
Less: Provision for income tax	(48.88)	(12.01)
Total non current tax assets (net)	<u>65.19</u>	<u>60.27</u>
Current		
Income tax assets	1,525.08	921.99
Less: Provision for income tax	(1,685.15)	(972.28)
Total current tax assets/(liability) (net)	<u>(160.07)</u>	<u>(50.29)</u>



19 Revenue from operations*

Set out below is the disaggregation of the Group's revenue from contracts with customers:

	For the quarter ended 30 September 2024	For the quarter ended 30 September 2023	For the six months ended 30 September 2024	For the six months ended 30 September 2023
Sale of services				
Income from web services	3,290.09	2,785.60	6,423.28	5,441.80
Income from accounting software services	157.73	129.59	315.27	264.92
Advertisement and marketing services	28.88	31.77	51.49	61.46
Total	3,476.70	2,946.96	6,790.04	5,768.18

*Refer note 30 for transactions pertaining to related parties.

Changes in the contract liability balances during the period are as follows:

	For the quarter ended 30 September 2024	For the quarter ended 30 September 2023	For the six months ended 30 September 2024	For the six months ended 30 September 2023
Opening balance at the beginning of the period	14,744.71	12,017.14	14,399.81	11,624.63
Less: Revenue recognised from contract liability balance at the beginning of the period	(2,959.83)	(2,359.75)	(5,765.23)	(4,176.64)
Add: Amount received/billed from customers during the period	3,557.87	3,370.50	7,216.11	6,584.23
Less: Revenue recognised from amount received/billed during the period	(516.87)	(587.21)	(1,024.81)	(1,591.54)
Closing balance at the end of the period	14,825.88	12,440.68	14,825.88	12,440.68

20 Other income

Fair value gain/(loss) on measurement and income from sale of financial assets

-Fair value gain/(loss) (net) on measurement, interest and income from sale of mutual funds, exchange traded funds, bonds, debentures and investment trust

-Fair value gain on measurement of investment in other entities

Interest income from financial assets measured at amortised cost

- on bank deposits

- on corporate deposits and loans

- on security deposits

Other interest income

Dividend Income

Gain on de-recognition of Right-of-use assets

Liabilities and provisions no longer required written back

Net gain on disposal of property, plant and equipment

Miscellaneous income

Total

	For the quarter ended 30 September 2024	For the quarter ended 30 September 2023	For the six months ended 30 September 2024	For the six months ended 30 September 2023
-Fair value gain/(loss) (net) on measurement, interest and income from sale of mutual funds, exchange traded funds, bonds, debentures and investment trust	683.02	325.85	1,207.18	888.23
-Fair value gain on measurement of investment in other entities	(49.06)	-	(49.06)	-
Interest income from financial assets measured at amortised cost				
- on bank deposits	2.34	2.43	5.04	3.03
- on corporate deposits and loans	17.61	13.12	20.80	17.00
- on security deposits	0.85	0.75	1.70	1.47
Other interest income	0.01	-	0.03	0.03
Dividend Income	-	1.74	-	4.11
Gain on de-recognition of Right-of-use assets	0.17	1.80	0.29	2.27
Liabilities and provisions no longer required written back	-	0.12	-	0.45
Net gain on disposal of property, plant and equipment	0.04	0.14	0.25	0.16
Miscellaneous income	-	0.41	0.46	0.99
Total	654.98	346.36	1,186.69	917.74

21 Employee benefits expense

Salaries, allowance and bonus

Gratuity expense

Leave encashment expense

Contribution to provident and other funds

Employee share based payment expense

Staff welfare expenses

Total

	For the quarter ended 30 September 2024	For the quarter ended 30 September 2023	For the six months ended 30 September 2024	For the six months ended 30 September 2023
Salaries, allowance and bonus	1,324.62	1,187.71	2,614.47	2,293.25
Gratuity expense	22.12	18.48	44.74	35.67
Leave encashment expense	37.04	14.34	62.03	36.51
Contribution to provident and other funds	21.72	19.24	43.08	37.05
Employee share based payment expense	55.25	74.46	110.62	140.19
Staff welfare expenses	13.39	10.49	31.26	24.72
Total	1,474.14	1,324.72	2,906.20	2,567.39

22 Finance costs

Interest cost of lease liabilities

Interest cost on deferred consideration

Total

	For the quarter ended 30 September 2024	For the quarter ended 30 September 2023	For the six months ended 30 September 2024	For the six months ended 30 September 2023
Interest cost of lease liabilities	9.68	11.50	20.23	22.33
Interest cost on deferred consideration	8.66	11.42	18.42	22.50
Total	18.34	22.92	38.65	44.83



23 Depreciation and amortisation expense

	For the quarter ended 30 September 2024	For the quarter ended 30 September 2023	For the six months ended 30 September 2024	For the six months ended 30 September 2023
Depreciation of property, plant and equipment (Refer Note 5A)	25.42	24.53	49.65	47.28
Depreciation of Right-of-use assets (Refer Note 5B)	28.11	27.31	57.36	51.02
Amortisation of intangible assets (Refer Note 6B)	28.22	27.73	56.13	55.92
Total	81.75	79.58	163.14	154.23

24 Other expenses*

	For the quarter ended 30 September 2024	For the quarter ended 30 September 2023	For the six months ended 30 September 2024	For the six months ended 30 September 2023
Content development expenses	65.26	77.13	138.08	152.49
Buyer engagement expenses	26.57	31.87	56.73	61.48
Customer support expenses	74.83	81.69	152.48	155.18
Commission on Sales	4.80	5.34	9.28	12.04
Outsourced sales cost	215.67	370.34	440.75	745.62
Internet and other online expenses	124.82	130.76	255.31	255.02
Rates and taxes	1.43	1.50	3.05	4.87
Outsourced support cost	4.36	4.20	8.56	7.68
Advertisement expenses	14.78	7.08	23.87	11.69
Power and fuel	5.71	4.84	11.95	9.59
Repair and maintenance:				
- Plant and machinery	2.03	3.17	3.65	4.68
- Others	18.56	13.61	36.70	26.01
Travelling and conveyance	15.21	14.70	30.15	27.20
Recruitment and training expenses	5.64	7.06	13.07	13.80
Legal and professional fees	20.12	4.30	43.86	25.77
Directors' sitting fees	1.90	12.84	4.80	14.73
Insurance expenses	18.51	15.37	37.64	27.18
Collection charges	10.34	15.38	22.37	28.58
Corporate social responsibility activities expenses	7.90	7.19	15.27	16.43
Rent	17.42	13.04	32.52	24.43
Miscellaneous expenses	1.37	1.42	2.94	3.30
Total	657.23	822.82	1,343.03	1,627.77

*Refer note 30 for transactions pertaining to related parties.

25 Earnings per share (EPS)

Basic EPS amounts are calculated by dividing the earnings for the period attributable to equity holders of the parent company by the weighted average number of equity shares outstanding during the period. Diluted EPS are calculated by dividing the earnings for the period attributable to the equity holders of the parent company by weighted average number of equity shares outstanding during the period plus the weighted average number of equity shares that would be issued on conversion of all the dilutive potential equity shares into equity shares. The following reflects the basic and diluted EPS computations:

	For the quarter ended 30 September 2024	For the quarter ended 30 September 2023	For the six months ended 30 September 2024	For the six months ended 30 September 2023
Basic				
Net profit as per the statement of profit and loss for computation of EPS (A)	1,351.30	694.00	2,490.54	1,525.47
Weighted average number of equity shares used in calculating basic EPS (B)	5,99,52,211	6,10,77,909	5,99,50,655	6,11,17,955
Basic earnings per equity share (A/B)	22.54	11.36	41.54	24.96
Diluted				
Weighted average number of equity shares used in calculating basic EPS	5,99,52,211	6,10,77,909	5,99,50,655	6,11,17,955
Potential equity shares	1,64,286	1,35,823	1,59,057	1,26,759
Weighted average number of equity shares in calculating diluted EPS (C)	6,01,16,497	6,12,13,732	6,01,09,712	6,12,44,714
Diluted earnings per equity share (A/C)	22.48	11.34	41.43	24.91

There are potential equity shares for the period ended 30 September 2024 and 30 September 2023 in the form of share based awards granted to employees which have been considered in the calculation of diluted earning per share.



26 Income tax

The major components of income tax expense are:

a) Income tax expense recognised in Statement of profit and loss

Particulars	For the quarter ended 30 September 2024	For the quarter ended 30 September 2023	For the six months ended 30 September 2024	For the six months ended 30 September 2023
Current tax expense				
Current tax for the period	456.95	245.94	749.71	428.62
	<u>456.95</u>	<u>245.94</u>	<u>749.71</u>	<u>428.62</u>
Deferred tax (expense)/benefit				
Relating to origination and reversal of temporary differences	(35.34)	(6.66)	45.90	103.14
	<u>(35.34)</u>	<u>(6.66)</u>	<u>45.90</u>	<u>103.14</u>
Total income tax expense	<u>421.61</u>	<u>239.28</u>	<u>795.61</u>	<u>531.77</u>

The Effective Tax Rate (ETR) for the quarter and six months ended 30 September 2024 is 23.78% and 24.21% respectively, and for quarter and six months ended 30 September 2023 is 25.64% and 25.83% respectively. ETR during the quarter and six months ended 30 September 2024 is lower primarily on account of long term capital gain realised on sale of mutual funds units, investments taxed at lower rate and change in applicable tax rate on capital gains in the current period.

b) Income tax recognised in other comprehensive income/(loss) (OCI)

Deferred tax related to items recognised in OCI during the period.

Particulars	For the quarter ended 30 September 2024	For the quarter ended 30 September 2023	For the six months ended 30 September 2024	For the six months ended 30 September 2023
Deferred tax on remeasurements of defined benefit plans	1.72	(3.10)	(3.42)	(2.84)

c) Reconciliation of Deferred tax Assets & liabilities:

Particulars	As at 30 September 2024	As at 31 March 2024
Opening balance as of 1 April		
Tax expense during the period/year recognised in Statement of profit and loss	(429.47)	(181.11)
Tax expense during the period/year recognised in OCI	(45.90)	(250.38)
Tax impact during the period/year recognised in OCI	(3.42)	2.02
Closing balance at the end of the period/year	<u>(478.79)</u>	<u>(429.47)</u>

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



27 Defined benefit plan and other long term employee benefit plan

The Group has a defined benefit gratuity plan. Every employee who has completed statutory defined period of service gets a gratuity on departure in accordance with Payment of Gratuity Act, 1972. The scheme is funded with insurance company in form of qualifying insurance policy. This defined benefit plans exposes the Group to actuarial risks, such as longevity risk, interest rate risk and salary risk.

The amount included in the balance sheet arising from the Group's obligation in respect of its gratuity plan and leave encashment is as follows:

Gratuity - Defined benefit

	As at 30 September 2024	As at 31 March 2024
Present value of defined benefit obligation	481.48	446.28
Fair value of plan assets	(273.88)	(264.74)
Net liability arising from defined benefit obligation	207.60	181.54

Leave encashment - other long term employee benefit plan

	As at 30 September 2024	As at 31 March 2024
Present value of other long term employee benefit plan	218.85	168.93

28 Fair value measurements

a) Category wise details as to carrying value, fair value and the level of fair value measurement hierarchy of the Group's financial instruments are as follows:

	Level	As at 30 September 2024	As at 31 March 2024
Financial assets			
a) Measured at fair value through profit or loss (FVTPL)			
- Investment in mutual funds, exchange traded funds and government securities (Refer Note b(iii) below)	Level 1	19,134.02	16,921.95
- Investment in bonds & debentures (Refer Note b(v) below)	Level 2	4,784.17	5,299.81
- Investment in equity/preference instruments of other entities (Refer Note b(iv) below)	Level 3	3,368.00	2,504.81
- Investment in debt instruments of associates (Refer Note b(v) below)	Level 3	80.00	190.00
		27,366.19	24,916.57
b) Measured at amortised cost (refer note b(i) and (ii) below)			
- Trade receivables		33.82	47.82
- Cash and cash equivalents		288.64	848.04
- Loans to employees		7.78	5.30
- Loan to associate		30.00	-
- Inter-corporate deposits and Loans		173.92	168.33
- Security deposits		67.90	61.42
- Deposits with Banks		147.46	164.05
- Other financial assets		74.97	229.36
		824.49	1,524.32
Total financial assets (a+b)		28,190.68	26,440.89
Financial liabilities			
a) Measured at amortised cost (refer note b(i) and (ii))			
- Trade payables		334.10	343.62
- Other financial liabilities		507.81	703.51
- Lease liabilities		385.04	406.67
Total financial liabilities		1,226.95	1,453.80

b) The following methods / assumptions were used to estimate the fair values:

i) The carrying value of deposits with Banks, Inter-corporate deposits with Financial institutions, trade receivables, loans to employees, cash and cash equivalents, trade payables, security deposits, lease liabilities and other financial assets and other financial liabilities measured at amortised cost approximate their fair value due to the short-term maturities of these instruments. These have been assessed basis counterparty credit risk.

ii) The fair value of non-current financial assets and financial liabilities measured are determined by discounting future cash flows using current rates of instruments with similar terms and credit risk. The current rates used does not reflect significant changes from the discount rates used initially. Therefore, the carrying value of these instruments measured at amortised cost approximate their fair value.

iii) Fair value of quoted mutual funds, exchange traded fund, investment trust and government securities is based on quoted market prices at the reporting date. We do not expect material volatility in these financial assets.

iv) Fair value of investment in equity/preference/ and debenture instruments of other entities is estimated based on discounted cash flows / market multiple valuation technique using the cash flow projections, discount rate and credit risk and are classified as Level 3.

v) Fair value of Investment in debt instruments of associates is estimated based on discounted cash flows / market multiple valuation technique using the cash flow projections, discount rate and credit risk and are classified as Level 3.

vi) Fair value of the quoted bonds and debentures is determined using observable market's inputs and is classified as Level 2.



28 Fair value measurements (Cont'd)

c) (i) Following table describes the valuation techniques used and key inputs thereto for the level 3 financial assets as of 31 March 2024:

Financial assets	Valuation technique(s)	Significant Unobservable inputs	Inter-relationship between significant unobservable input and fair value measurement
Investment in equity/preference instruments of other entities			
Legistify Services Private Limited, Mynd Solutions Private Limited, Zimyo Consulting Private Limited, Fleetx Technologies Private Limited, Instant Procurement Services Private Limited and Baldor Technologies Private Limited	Market multiple and Discounted cashflow approach	i) Discount rate ii) Terminal growth rate iii) Market multiples (Comparable Companies) iv) Revenue growth rate	The estimated fair value of Investment in Other entities will Increase/ (decrease) if the Terminal growth rate and Market multiple is higher/ (lower). The estimated fair value of Investment in Other entities will Increase/ (decrease) if the Discount rate is (lower)/ higher.

Investment in debt instruments of associates at FVTPL represents amount invested in Compulsory Convertible Debentures instruments which shall be convertible into Compulsorily Convertible Preference Shares in the near future. Considering the nature of investments, there is no material change in the significant unobservable inputs and sensitivity for investment made in other entities, debt instruments of associates as at 30 September 2024 and 31 March 2024 except decrease in revenue growth rate, change in market multiple and discount rate resulting in decrease in value of Zimyo Consulting Private Limited.

d) Reconciliation of level 3 fair value measurements

	Investment in equity/preference instruments of other entities/investment in debt instruments of associates			
	For the quarter ended 30 September 2024	For the quarter ended 30 September 2023	For the six months ended 30 September 2024	For the six months ended 30 September 2023
Opening balance	3,303.13	2,395.52	2,694.81	2,365.52
Fair value gain/(loss) recognised in profit or loss (net)	(49.06)	-	(49.06)	-
Additions	303.93	-	912.25	30.00
Conversion (refer note 7)	(110.00)	-	(110.00)	-
Closing balance	3,448.00	2,395.52	3,448.00	2,395.52

e) During the period ended 30 September 2024 and 30 September 2023, there were no transfers due to re-classification into and out of Level 3 fair value measurements.



29 Segment information

Operating segments are defined as components of an enterprise for which discrete financial information is available that is evaluated regularly by the chief operating decision maker, in deciding how to allocate resources and assessing performance.

Pursuant to acquisition of Busy Infotech Private Limited and Livekeeping Technologies Private Limited (Formerly known as Finlate Technologies Private Limited) during the previous year, the Group had identified two business segments namely "Web and related services" and "Accounting Software services" as reportable segments based on the nature of the products, the risks and returns, the organization structure and the internal financial reporting systems.

Web and related services pertains to online B2B marketplace for business products and services. It provides a platform to discover products and services and connect with the suppliers of such products and services. Accounting software services includes business of development, system analysis, designing and marketing of integrated business accounting software to help and manage businesses with increased efficiency.

Segment accounting Policies

The accounting principles used in the preparation of the condensed consolidated interim financial statements are consistently applied to record revenue and expenditure in individual segments and are as set out in note 2 on material accounting policies. The accounting policies in relation to segment accounting are as under:

(a) Segment revenue and expenses

Segment revenue is directly attributable to the segment and segment expenses have been allocated to various segments on the basis of specific identification. Segment revenue does not include other income. Segment expenses do not include finance cost, Depreciation, amortization and impairment, exceptional items, tax expense and share of loss of associates.

(b) Segment assets and liabilities

Assets and liabilities directly attributable or allocable to segments are disclosed under each reportable segment.

Financial information about the business segments for the quarter ended 30 September 2024 and 30 September 2023 is as follows:

	For the quarter ended 30 September 2024			For the quarter ended 30 September 2023		
	Web and related services	Accounting Software services	Total	Web and related services	Accounting Software services	Total
Revenue from operations from external customers	3,318.97	157.73	3,476.70	2,817.37	129.59	2,946.96
Inter-segment revenue	-	-	-	-	-	-
Segment revenues	3,318.97	157.73	3,476.70	2,817.37	129.59	2,946.96
Segment results	1,384.78	(39.45)	1,345.33	808.80	(9.37)	799.42
Finance Cost	-	-	(18.34)	-	-	(22.92)
Depreciation and Amortization expense	-	-	(81.75)	-	-	(79.58)
Other income	-	-	654.98	-	-	346.36
Profit before share of loss in associates, exceptional items and tax	-	-	1,900.22	-	-	1,043.28
Share in net loss of associates	-	-	(127.31)	-	-	(110.01)
Profit before exceptional items and tax	-	-	1,772.91	-	-	933.27
Exceptional items	-	-	-	-	-	-
Profit before tax	-	-	1,772.91	-	-	933.27
Tax expense	-	-	(421.61)	-	-	(239.28)
Profit for the period	-	-	1,351.30	-	-	694.00

Financial information about the business segments for the six months ended 30 September 2024 and 30 September 2023 is as follows:

	For the six months ended 30 September 2024			For the six months ended 30 September 2023		
	Web and related services	Accounting Software services	Total	Web and related services	Accounting Software services	Total
Revenue from operations from external customers	6,474.77	315.27	6,790.04	5,503.26	264.92	5,768.18
Inter-segment revenue	-	-	-	-	-	-
Segment revenues	6,474.77	315.27	6,790.04	5,503.26	264.92	5,768.18
Segment results	2,602.47	(61.66)	2,540.81	1,571.21	1.81	1,573.02
Finance Cost	-	-	(38.65)	-	-	(44.83)
Depreciation and amortisation expense	-	-	(163.14)	-	-	(154.23)
Other income	-	-	1,186.69	-	-	917.74
Profit before share of loss in associates, exceptional items and tax	-	-	3,525.71	-	-	2,291.70
Share in net loss of associates	-	-	(239.56)	-	-	(216.23)
Profit before exceptional items and tax	-	-	3,286.15	-	-	2,075.47
Exceptional items	-	-	-	-	-	(18.22)
Profit before tax	-	-	3,286.15	-	-	2,057.24
Tax expense	-	-	(795.61)	-	-	(531.77)
Profit for the period	-	-	2,490.54	-	-	1,525.47

Information about geographical areas:

The Group's revenue from continuing operations from external customers by location of operations and information of its non-current assets by location of assets are detailed below:

For the quarter ended 30 September 2024 and 30 September 2023:

	For the quarter ended 30 September 2024			For the quarter ended 30 September 2023		
	Web and related services	Accounting Software services	Total	Web and related services	Accounting Software services	Total
Revenue from external customers						
India	3,312.55	149.13	3,461.68	2,806.26	125.41	2,931.67
Others	6.42	8.60	15.02	10.89	4.40	15.29
	3,318.97	157.73	3,476.70	2,817.15	129.81	2,946.96

For six months ended 30 September 2024 and 30 September 2023:

	For the six months ended 30 September 2024			For the six months ended 30 September 2023		
	Web and related services	Accounting Software services	Total	Web and related services	Accounting Software services	Total
Revenue from external customers						
India	6,460.80	304.07	6,764.87	5,473.36	256.52	5,729.88
Others	13.97	11.20	25.17	29.50	8.40	38.30
	6,474.77	315.27	6,790.04	5,503.26	264.92	5,768.18

	As at 30 September 2024			As at 31 March 2024		
	Web and related services	Accounting Software services	Total	Web and related services	Accounting Software services	Total
Non-Current Assets*						
India	429.24	4,860.11	5,289.35	494.74	4,885.94	5,380.68
Others	-	-	-	-	-	-
	429.24	4,860.11	5,289.35	494.74	4,885.94	5,380.68

* Non-current assets exclude financial assets, investment in associates, deferred tax assets, tax assets and post-employment benefit assets.

No single customer represents 10% or more of the Group's total revenue for the period ended 30 September 2024 and 30 September 2023, respectively.

Segment assets and liabilities

	As at 30 September 2024				As at 31 March 2024			
	Web and related services	Accounting Software services	Unallocable	Total	Web and related services	Accounting Software services	Unallocable	Total
Segment assets	23,750.30	6,412.16	5,971.98	36,134.44	22,765.29	6,366.27	5,354.47	34,486.03
Segment liabilities	16,334.19	1,027.83	-	17,362.02	16,070.87	1,054.02	-	17,124.89



30 Related party transactions

i) Names of related parties and related party relationship:

a) Entity's subsidiaries & associates

Subsidiaries

Hello Trade Online Private Limited
Tradezeal Online Private Limited
Tolexo Online Private Ltd
Pay With Indiamart Private Limited
Busy Infotech Private Limited
Livekeeping Technologies Private Limited (Formerly known as Finlite Technologies Private Limited)
Livekeeping Private Limited (Subsidiary of Livekeeping Technologies Private Limited)
ILL Digital Private Limited (incorporated on 27 August 2024)

Associates

Simply Vyapar Apps Private Limited
Truckhall Private Limited
Shipway Technology Private Limited
Agillos E-Commerce Private Limited
Edgewise Technologies Private Limited
IB Monotaro Private Limited
Adansa Solutions Private Limited
Mobisy Technologies Private Limited

b) Key Management Personnel (KMP):

Name

Dinesh Chandra Agarwal
Brijesh Kumar Agrawal
Prateek Chandra
Jitin Diwan
Manoj Bhargava
Dhruv Prakash
Rajesh Sawhney
Vivek Narayan Gour
Pallavi Dinodia Gupta
Aakash Chaudhry

Designation

Managing Director & CEO
Whole time director
Chief financial officer (upto 14 June 2024)
Chief financial officer (with effect from 15 June 2024)
Company Secretary
Non-executive director
Independent director
Independent director
Independent director
Independent director (with effect from 20 July 2023)

c) Relatives of Key Management Personnel (KMP)*

Bharat Agarwal
Chetna Agarwal
Gunjan Agarwal
Anand Kumar Agrawal
Meena Agrawal
Pankaj Agarwal
Nareesh Chandra Agrawal
Prakash Chandra Agrawal
Shravani Prakash
Anjani Prakash
Megha Bhargava
Sphurti Gupta

d) Entities where Key Management Personnel (KMP) exercise significant influence.*

Mansa Enterprises Private Limited
S R Dinodia & Co LLP
Dinesh Chandra Agarwal HUF
Nanpara Family Trust
Nanpara Business Trust
Hamirwasia Business Trust
Hamirwasia Family Trust

e) Other related parties

Indiamart Employee Benefit Trust (administered Trust to manage employees share based payment plans of the Company)
Indiamart Intermesh Employees Group Gratuity Assurance Scheme (administered Trust to manage post-employment defined benefits of employees of the Company)

*With whom the Group had transactions during the period.

ii) Key management personnel compensation

	For the quarter ended 30 September 2024	For the quarter ended 30 September 2023	For the six months ended 30 September 2024	For the six months ended 30 September 2023
Short-term employee benefits	40.62	43.13	84.39	86.26
Post-employment benefits	0.25	0.04	0.45	0.17
Other long-term employee benefits	1.14	0.15	4.34	2.79
Employee share based payment	2.20	7.99	8.86	14.36
	44.21	51.31	98.04	103.58



30 Related party transactions (Cont'd)

The following table provides the total amount of transactions that have been entered into with the related parties for the period:

Particulars	For the quarter ended 30 September 2024	For the quarter ended 30 September 2023	For the six months ended 30 September 2024	For the six months ended 30 September 2023
Entities where KMP exercise Significant Influence:				
<u>Rent & related miscellaneous expenses</u>				
Mansa Enterprises Private Limited	1.65	1.41	3.13	2.50
<u>Tax consultancy and litigation support service</u>				
S R Dinodia & Co LLP	0.17	0.23	0.35	0.97
KMP and relatives of KMP's:				
<u>Recruitment and training expenses</u>				
Key management personnel	0.75	0.75	1.50	1.50
<u>Bonus share issued (Face Value 10/- each)</u>				
Key management personnel	-	-	-	145.54
Relatives of Key Management Personnel	-	-	-	5.72
Entities where Key Management Personnel exercise significant influence	-	-	-	0.60
<u>Dividend paid</u>				
Key management personnel	-	-	565.39	291.09
Relatives of Key Management Personnel	-	-	22.66	11.45
Entities where Key Management Personnel exercise significant influence	-	-	2.36	1.21
<u>Remuneration</u>				
Relatives of Key Management Personnel	1.44	-	2.10	-
<u>Director's sitting fees</u>	1.70	2.10	4.30	3.90
<u>Other services availed</u>				
Relatives of Key Management Personnel	-	0.29	-	0.56
Associates				
<u>Investment in associates</u>				
Truckhall Private Limited	-	-	-	30.00
IB Monotaro Private Limited	-	-	-	137.36
<u>Bonus Shares Received</u>				
Simply Vyapar Apps Private Limited	-	-	-	-
-Equity Shares Capital (Face value 10/- each)	-	-	-	0.11
-Compulsory convertible preference shares (Face value 100/- each)	-	-	-	14.75
<u>Web, advertisement & marketing services provided to</u>				
Simply Vyapar Apps Private Limited	1.99	1.33	3.54	3.26
IB Monotaro Private Limited	0.34	0.36	0.67	0.70
Adansa Solutions Private Limited	-	-	-	-
<u>Loan to Associate</u>				
Mobisy Technologies Private Limited	30.00	-	30.00	-
<u>Interest on loan given</u>				
Mobisy Technologies Private Limited	0.15	-	0.15	-
<u>Purchase of Fixed Assets</u>				
IB Monotaro Private Limited	-	0.01	-	0.01
<u>Indiamart Employee Benefit Trust</u>				
Bonus share capital issued	-	-	-	0.35
Dividend paid	-	-	0.60	0.71

* Amount is less than 0.01.



30 Related party transactions (Cont'd)

Terms and conditions of transactions with related parties

The transactions with related parties are entered on terms equivalent to those that prevail in arm's length transactions. Outstanding balances as at the period end are unsecured and interest free and settlement occurs in cash. There have been no guarantees provided or received for any related party receivables or payables. 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.

The following table discloses the related parties balances at the period/year end:

Balance Outstanding at the period end	As at 30 September 2024	As at 31 March 2024
Associates		
<u>Investment in equity instruments of associates (at cost)*</u>		
Simply Vyapar Apps Private Limited	1,079.17	967.30
Truckhall Private Limited	215.10	185.10
Shipway Technology Private Limited	182.00	182.00
Agillos E-Commerce Private Limited	260.00	260.00
Edgewise Technologies Private Limited	133.45	133.45
IB Monotaro Private Limited	1,179.13	1,179.13
Adansa Solutions Private Limited	137.50	137.50
Mobisy Technologies Private Limited	543.90	463.90
<u>Investment in debt instruments of associates (at FVTPL)</u>		
Truckhall Private Limited	-	30.00
Mobisy Technologies Private Limited	80.00	160.00
<u>Trade receivables</u>		
Simply Vyapar Apps Private Limited	0.37	0.57
<u>Trade Payable (including accrued expenses)</u>		
S R Dinodia & Co LLP	1.05	0.98
Mansa Enterprises Private Limited	0.16	0.07
Key Management Personnel	0.25	0.25
<u>Loan to Associate</u>		
Mobisy Technologies Private Limited	30.00	-
<u>Interest accrued on loan given</u>		
Mobisy Technologies Private Limited	0.15	-
<u>Contract Liabilities</u>		
IB Monotaro Private Limited	3.04	3.71

*Does not include share of profit/loss of associate as accounted under equity method



31 Contingent liabilities and commitments

a) Contingent liabilities

	As at 30 September 2024	As at 31 March 2024
(i) Income-tax demand (refer notes (a) and (b) below)	302.68	302.68
Service tax/ GST demand (refer notes (c) below)	15.38	15.38

(a) In respect of Assessment year 2016-17, a demand was raised on Tolexo Online Private limited due to addition of income relating to receipts of securities premium against share allotment made to IndiaMART InterMESH Limited and accordingly the losses to be carried forward by Tolexo Online Private limited have been reduced from INR 719.22 to INR 482.07 (Tax impact @25.17%- INR 59.69) . The matter is pending with CIT(Appeals). Tolexo Online Private limited is contesting the demand and the management believes that its position is possible to be upheld in the appellate process. No tax expense has been accrued in the condensed consolidated interim financial statements for tax demand raised.

(b) In respect of Assessment year 2017-18, a demand of INR 242.99 was raised on Tolexo Online Private limited due to addition of income relating to receipts of securities premium against share allotment made to IndiaMART InterMESH Limited. The Company is contesting the demand and the management believes that its position is possible to be upheld in the appellate process. No tax expense has been accrued in the condensed consolidated interim financial statements for tax demand raised.

(c) Pursuant to the service tax audit of Indiamart InterMesh Limited for the financial year 2013-14 to 2017-18 (i.e upto 30 June 2017), a demand has been raised on non-payment of service tax under rule 6(3) of CCR, 2004 on "Net gain on sale of current investments" of INR 15.38. The Company has already recorded the provision for the said amount in the books of accounts in the financial year 2019-20. The Company was contesting the aforesaid mentioned demand against commissioner (Appeals). The order was received rejecting the appeal and imposing 100% penalty of INR 15.38. The Company had filed the appeal before Tribunal against the order, and the management believes that the Company's position in the matter will be tenable.

(ii) On February 28, 2019, a judgment of the Supreme Court of India interpreting certain statutory defined contribution obligations of employees and employers altered historical understandings of such obligations, extending them to cover additional portions of the employee's income. However, the judgment isn't explicit if such interpretation may have retrospective application resulting in increased contribution for past and future years for certain employees of the Group. The Group, based on an internal assessment, evaluated that there are numerous interpretative challenges on the retrospective application of the judgment which results in impracticability in estimation of and timing of payment and amount involved. As a result of lack of implementation guidance and interpretative challenges involved, the Group is unable to reliably estimate the amount involved. Accordingly, the Group shall evaluate the amount of provision, if any, on further clarity of the above matter.

(iii) The Group is involved in various lawsuits, claims and proceedings that arise in the ordinary course of business, the outcome of which is inherently uncertain. Some of these matters include speculative and frivolous claims for substantial or indeterminate amounts of damages. The Group records a liability when it is both probable that a loss has been incurred and the amount can be reasonably estimated. Significant judgment is required to determine both probability and the estimated amount. The Group reviews these provisions and adjusts these provisions accordingly to reflect the impact of negotiations, settlements, rulings, advice of legal counsel, and updated information. The Group believes that the amount or estimable range of reasonably possible loss with respect to loss contingencies for legal and other contingencies will not, either individually or in the aggregate, have a material adverse effect on its business, financial position, results or cash flows of the Group as at 30 September 2024.

(iv) The Indian Parliament has approved the Code on Social Security, 2020 which would impact the contributions by the Group towards Provident Fund and Gratuity. The effective date from which the changes are applicable is yet to be notified and the final rules are yet to be notified. The Group will carry out an evaluation of the impact and record the same in the condensed consolidated interim financial statements in the period in which the Code becomes effective and the related rules are notified.

b) Capital and other commitments

- As at 30 September 2024, the Group has INR 3.86 capital commitment (31 March 2024: 8.39).

32 Investment in associates

The Group has investment in associates and the aggregate summarised financial information in respect of the Group's associates accounted for using the equity method is as below:

	As at 30 September 2024	As at 31 March 2024
Carrying value of the Group's interest in associates	2,523.98	2,541.67
The Group's share in loss for the period/year in associates	(239.56)	(403.94)

33 Scheme of Amalgamation

A composite scheme of amalgamation ("the Scheme") amongst wholly owned subsidiaries Busy Infotech Private Limited ("Busy " or "Transferor Company 1"), Hello Trade Online Private Limited ("Hello" or "Transferor Company 2"), Tolexo Online Private Limited ("Tolexo" or "Transferee Company") and their respective shareholders and creditors under Section 230 to 232 and other applicable provisions, if any, of the Companies Act, 2013 (read with the Rules made thereunder) was approved by the Board of Directors of the respective companies in their meeting held on 28 March 2024.

The first motion application petition for the scheme was filed with the National Company Law Tribunal ("NCLT") on 29 March, 2024 and order pronounced on 03 July, 2024. The Company has filed the second motion application with NCLT which was heard on 09 October, 2024 and NCLT reserved the order in the hearing. Given that the Scheme will become effective on filing of the NCLT order with the Registrar of Companies, the financial impact of the Scheme is not incorporated in the financial statements of the Company for the period ended 30 September, 2024.



34 During the period ended 30 September 2024, the Company has incorporated a wholly owned subsidiary, 'IIL Digital Private Limited' to set up a digital marketplace that offers business solutions for a diverse range of customer needs.

35 Events after the reporting period

The Group has evaluated all the subsequent events through 19 October 2024, which is the date on which these condensed consolidated interim financial statements were issued, and no events have occurred from the balance sheet date through that date except for matters that have already been considered in the condensed consolidated interim financial statements.

As per our report of even date attached

For BSR & Co. LLP

Chartered Accountants

ICAI Firm Registration No. 101248W/W-100022

Kanika

Kanika Kohli

Partner

Membership No.: 511565

Place: Gurugram

Date: 19 October 2024



For and on behalf of the Board of Directors of
IndiaMART InterMESH Limited

Dinesh

Dinesh Chandra Agarwal
(Managing Director and CEO)
DIN:00191800

Diwan

Jitin Diwan
(Chief Financial Officer)

Place: Noida

Date: 19 October 2024

Brijesh

Brijesh Kumar Agrawal
(Whole-time director)
DIN:00191760

Manoj Bhargava

Manoj Bhargava
(Company Secretary)