

Management Discussion

B. Vijayakumar - Chairman, LGB Forge Limited

Good afternoon, everyone. I B. Vijay Kumar, Chairman and Non-Executive Director of the company holding DIN 00015583. I am participating in this Annual General Meeting through video conferencing facility from the registered office at Ganapathy, Coimbatore. On behalf of the Board of Directors, I have pleasure of extending a warm welcome to all the members of the company to this Annual General Meeting.

I also extend a cordial welcome to my fellow directors, the statutory auditor, the scrutinizer and the key managerial persons and other senior executives, who have joined this 20th Annual General Meeting. As a requisite, quorum is present through video conferencing, VC and other audio visual means, I hereby call the meeting to order. Since this meeting is being held through VC OAVM in accordance with the applicable provisions of the Companies Act 2013, the relevant circulars issued by the Ministry of Corporate affairs and SEBI, the facility for appointment of proxies is not available for this meeting.

Before we commence the formal business of the meeting, I take great pleasure in welcoming and introducing the members of the Board of Directors, who are participating in this meeting through video conferencing from their respective locations.

I now request each of the directors to kindly acknowledge their presence by stating their name and the location from which they are participating.

Rajsri Vijayakumar - Managing Director, LGB Forge Limited

Good afternoon, everyone. Welcome to our 20th Annual General Meeting of LGB Forge Limited. I am Rajsri Vijaykumar, Managing Director, having the DIN 00018244. I am participating in this meeting in our office, the corporate office of the company. Thank you.

A. Sampathkumar - Whole Time Director, LGB Forge Limited

Good afternoon, everyone. I, A. Sampathkumar, Whole Time Director holding DIN number 0015978 attending this meeting through video conferencing from our registered office at Ganapathy, Coimbatore. Thank you.

S. Ganesh - Independent Director, LGB Forge Limited

Good afternoon, everyone. I am S. Ganesh, holding DIN 08617166, an independent director of the company and Chairman of the Audit Committee. I am participating in this meeting from my office in 124, G.N. Chetty Road, T Nagar, Chennai. Thank you.

Prem Kumar Parthasarathy - Independent Director, LGB Forge Limited

I am Prem Kumar Parthasarathy, Din number 071266673, the Independent Director of the Company [Technical Issues] the Stakeholders Relationship Committee. I am present in 60, Santome High Road, Mylapore, Chennai. Thank you.

C. Rajaram - Independent Director, LGB Forge Limited

Good afternoon, everybody. I am C. Rajaram holding DIN number 01972102. I am an Independent Director and Chairman of the Nomination and Remuneration Committee. I am attending this 20th Annual General Meeting through video conferencing from my residence in number 48, Damunagar [Indecipherable] 3:52 Coimbatore 45. I confirm I received the agenda and relevant material, and I am able to see and hear all the participants clearly. Good afternoon, everybody.

B. Vijayakumar - Chairman, LGB Forge Limited

Sri Murugesu Saravana Marthandam, Independent Director of the company DIN 09623736 has conveyed his non availability to attend the AGM. His leave of absence is taken on record. So also Mr. Sajeev Mathew Rajan, Independent Director DIN 01252269 has also expressed his inability to attend. Additionally, it is to be noted that Sri Venkatesan N, Chief Financial Officer; Shrimati Suguna Ravichandran, Partner of N.R. Doraiswami and Co, Chartered Accountants, the statutory auditors of the company and Sri P. Eswaramoorthy of -- M/s. P. Eswaramoorthy and Company, secretary auditors and the scrutinizer for this AGM are also participating in this meeting through video conferencing facility from their respective locations.

The Company has made adequate arrangements to facilitate the participation of the members in this Annual General Meeting through video conferencing/other audio visual means. The Company has taken all reasonable steps to enable members to participate in proceedings of the Meeting, and to cast their votes on all the resolutions set out in the notice convening the 20th Annual General Meeting.

The registers mandated by The Companies Act 2013 are accessible for electronic inspection by members during the AGM. Members seeking to inspect such registers can send their request to secretary@lgbforge.com. As the notice convening the 20th Annual General Meeting and the Annual Report for the financial year ended March 31st, 2026, including the audited financial statements and the reports of the Board of Directors and the Statutory Auditors, have already been circulated to all the members. With the consent of the members present, I take the same as read.

Further, the Statutory Auditor's Report and the Secretary Audit Report for the financial year ended March 31st, 2026 do not contain any qualifications, observations, adverse remarks or disclaimers. They are also taken as read. The Company has received requests from nine members to register themselves as Speaker Shareholders for the AGM -- for this AGM. The registered Speaker Shareholder will be invited to express their views or raise their queries in the order in which they have registered. Responses to their queries will be provided during the meeting, if required any further details will be communicated officially via email. We will not respond to any inquiries that could undermine our market position or disclose strategies to competitors.

I request now the Managing Director and then the Executive Director to address the shareholders.

Rajsri Vijayakumar - Managing Director, LGB Forge Limited

Good afternoon, dear Chairman, Directors, shareholders and Invitees, it gives me great pleasure to extend a very warm welcome to all of you to our 20th Annual General Meeting. I would like to begin by expressing my sincere gratitude to our Chairman and the Board of Directors for their continued trust and support. I would also like to acknowledge our employees, whose commitment and perseverance continue to be the foundation of our success. I would like to thank our customers, suppliers and partners and above all our shareholders for the unwavering confidence they have placed in us this year.

Our focus has been very clear. We have been making steady progress on the roadmap we had planned and I am pleased to say that we have achieved the key targets we set out for ourselves last year. We achieved a total revenue of INR105 crores, representing a 10% growth over the previous year. We have turned cash positive with the significant improvement in our operating margins.

We have accomplished these goals despite challenging and volatile conditions, economic, weather. Geopolitical tensions in West Asia have had a direct impact on our country resulting in supply chain

disruptions, a steep rise in input costs such as steel, oil and consumables, as well as the challenges relating to the availability of resources [Technical Issues] indicate improvements in both financial performance [Technical Issues]. Mr. Sampath will elaborate on these aspects in his address.

I would also like to briefly share an update on the recent progress in the Coimbatore and Chennai plants. Technical Issues] Coimbatore plant, we have commenced production after obtaining the necessary certifications and customer approvals. Going forward, we are confident that this plant will contribute significantly towards ensuring seamless supply and will also play an important role in our machine overhaul plan. The production [Technical Issues] is currently supporting our existing demand and strengthening our overall manufacturing capacity.

Our Chennai plant is now on the verge of commencing production. There was a slight delay in this project timeline due to statutory clearances and some unforeseen delays. However, we are targeting trial production in the next quarter followed by regular production in the last quarter, which will approximately be 50% of the planned production.

The Chennai unit will have two press lines and the production facility primarily cater to our existing customer requirements. We are working with our customers to complete the necessary processes and initiate production at the earliest. Our order remains stable and firm and I would once again like to thank our customers for their continued confidence in us.

We continue to see strong domestic demand and while our export segment remains stable, there is global volatility throughout the markets driven largely by geopolitical tensions and protectionist measures adopted by various countries. Despite [Technical Issues] we remain vigilant and focused on capturing the opportunities available to us. Although we do not currently have an active EV portfolio, we expect stable growth, which is also reflected in the end markets of our customers. Our customer orders and outlook indicate stability and confidence in both this year and we look forward to being an integral part of their growth journey.

I would now like to conclude with our roadmap for this year along with a snapshot of our key achievements and challenges. As mentioned earlier, we have achieved the targets we set for ourselves and have demonstrated continuous improvement in our financial performance. Going forward, our key financial objectives are revenue growth of 10%, an operating margin in the range of 6% to 8%. We also plan to spend on capex approximately amount of INR2.5 crores to INR3 crores.

Our priorities this year will be to continue machine overhauling activities at our Mysore plant, establish seamless production at our Chennai plant, continue our cost saving initiatives and strengthen effective asset management measures, focus on training and developing our workforce, streamline our manufacturing activities to further improve operational efficiency.

At the same time, some of the key challenges we expect to face this year include the shortage of skilled labor, rising input and logistic costs, managing energy costs and continued geopolitical instability. Despite the challenges before us, we remain confident in our ability to navigate the year ahead. Our focus will remain firmly on operational excellence, financial discipline, customer satisfaction and sustainable growth.

We have built a strong foundation and our priorities for this year are clear. With the continued support of our board, employees, customers, suppliers, partners and shareholders, we are confident of delivering steady progress and strengthening the company further. We remain committed to creating sustainable value for all our stakeholders and to building a stronger, more efficient and resilient organization for the future.

Thank you. I now request Mr. Sampath to address the gathering on our operations, digital footprint and green energy initiatives.

A. Sampathkumar - Whole Time Director, LGB Forge Limited

Thank you, Madam. Good afternoon. Dear Chairman, Directors, shareholders and invitees, it's my pleasure to welcome you once again to our 20th Annual General Meeting. Our MD has already covered the overall financial performance of the company and our future plans for improvement. I would like to briefly apprise you our initiatives at production efficiency, maintenance and sustainability, which are important enablers for overall financial growth.

Let first start with this production and efficiency and maintenance. Our key focus will be on improving production efficiency, while maintaining the high standards of quality. As a forging company, our performance depends significantly on the reliability and productivity of forging presses, burners, induction heaters, dies and other critical equipments.

Despite challenges relating to equipment availability and market conditions, we are continuously working to strengthen our operations through operation optimization and elimination of non-valued activities and better utilization of available equipment and manpower, greater focus on reducing rejections and rework and process variations. These initiatives have resulted in improvement in our operational efficiency and capacity utilization, which have in turn contributed positively to the overall revenue of the company.

Our focus this year shall be on preventive and predictive maintenance with an emphasis on identifying potential failures before they result in breakdowns. We have also focused on training operators to handle equipment responsibly and identify abnormal condition at an early stage, while reducing breakdown hours and improving machine availability.

Right. Let's about the sustainability of energy and efficiency, it is also another important area, which we are focusing. As an energy intensive industry, improving energy efficiency and increasing use of renewable energy can directly contribute to our cost competitiveness. The company has taken meaningful steps in this direction. Our Mysore unit has already meet approximately 80% of its power requirement through solar energy. Further, at our plant at Coimbatore, we have entered into an agreement with solar power suppliers to procure renewable energy for the portion of electricity requirements.

We are also closely working with our customers to reduce carbon footprints and support our shared sustainability objectives. Initiatives such as, I mean introducing these returnable bins for the finished and semi-finished components for transportation, which helps reduce packaging consumption and minimize the waste.

About the data protection and usage of artificial intelligence, which has been widely we've been talking about it. Our company has implemented necessary data protection measures and manages its business operations through its multi-level user assets, access control to safeguard data and prevent unauthorized access. The company is also working towards compliance with applicable data and privacy and data protection laws.

With regard to the use of artificial intelligence in our processes, the company is currently in at a nascent stage. We are exploring the adoption of AI in specific areas at our operations in a phased manner and stage wise manner with appropriate consideration of data security, privacy and regular requirements. Going forward, our objective is to further improve equipment reliability, increase productivity, reduce rejection and rework to achieve the better utilization of manufacturing capability

and capacity. These initiatives will not only support our current business performance but also strengthen our ability to meet growing expectations of our customers and create stronger foundation for sustainable growth.

In conclusion, our focus will continue to be on improving productivity, reducing cost, maintaining quality and using our resources efficiently. With the continued support of our management, employees and customers, we are confident that we can further improve our operation performance and contribute to the growth of the company. Thank you.

Operator

Sir, you are...

Rajsri Vijayakumar - Managing Director, LGB Forge Limited

Chairman, I think you are on mute.

A. Sampathkumar - Whole Time Director, LGB Forge Limited

Now okay.

B. Vijayakumar - Chairman, LGB Forge Limited

Is it okay now?

A. Sampathkumar - Whole Time Director, LGB Forge Limited

Now, okay, sir.

Rajsri Vijayakumar - Managing Director, LGB Forge Limited

Now, we can hear you.

B. Vijayakumar - Chairman, LGB Forge Limited

I request the Company Secretary Shrimati Narmatha to continue with the proceedings as per law.

Narmatha G K - Company Secretary, LGB Forge Limited

Thank you, Chairman. I, Narmatha G.K. Company Secretary, welcome all the shareholders, directors, auditors, scrutinizer and senior executives to this 20th Annual General Meeting of our company. I'm participating in this meeting via video conference from the Company's administrative office located at Trichy Road, Coimbatore.

I'll now briefly explain on the arrangements for conducting this meeting through the video conferencing. As the members are aware, this AGM is being held through video conferencing facility, which is in compliance with the circulars issued by the Ministry of Corporate Affairs and the Securities and Exchange Board of India.

Members may note that the proceedings of this meeting are being recorded and will be made available on the Company's website in accordance with the applicable regulatory requirements and the AGM Notice. The facility for joining the AGM through video conference or other audio, visual means have been made available to all the members of the Company. For any technical assistance, the Members are requested to contact the helpline number 1800-22-5533, which is mentioned in the AGM Notice as well

Members are reminded that in accordance with the applicable provisions of the Company's Act 2013 and SEBI Listing Obligations and Disclosure Requirements Regulations 2015, the Company has provided the facility of remote e-voting on all the resolutions set in the Notice of the AGM through

the e-voting platform CDSL, which is Central Depository Services India Limited. This facility was available from 9 AM on 11th of August 2026 until 5 PM on the 13th of August 2026.

Additionally, members who are attending this AGM and who have not excised their oath through the remote evoting facility may cast their votes electronically during the AGM. The voting facility during the meeting will remain available for the eligible members in accordance with the procedures set out in the AGM Notice Shri P. Eswaramoorthy, FCS membership number 6510 and certificate of practice number 7061 representing M/S. P. Eswaramoorthy and Company, company secretary in practice, Coimbatore has been appointed as the scrutinizer for scrutinizing the evoting process and for ascertaining the requisite majority.

As the AGM is being conducted through video conferencing and the facility of remote evoting has been provided to all the members, the resolutions set out in the notice need not be proposed and seconded at this meeting. Members may note that there will be no voting by show of hands also during this AGM.

Members are requested to refer the instructions contained in the AGM Notice for a smooth experience in participating and voting during the meeting. The floor will now be available for the members, who have registered themselves as Speaker Shareholders to ask questions or express their views. The moderator will facilitate the session and unmute the registered Speaker Shareholders, who may thereafter turn on their video and express their views.

If any Speaker Shareholder is unable to join through video facility for any reason, then he or she may be allowed to participate through the audio option. We request the Speaker Shareholders to use earphones, while speaking to ensure clarity and minimize background noise. Members are also requested to ensure that their Wi-Fi connection is stable and unnecessary applications are closed and adequate lighting is available for a good video and audio experience.

In the event of any connectivity issue from the Speaker Shareholders end, the moderator may proceed with the next speaker. We would appreciate it; the Speaker Shareholder could restrict their remarks to a maximum of three minutes.

Members may note that the items of special business included in the Notice of the AGM are being placed before the members for their consideration and approval in accordance with the applicable provisions of the Company's Act 2013 and the articles of association of the Company as applicable. With the permission of the Chairman, I shall now take up the agenda items as set out in the Notice of the AGM.

Item number one of the notice, adoption of the audited financial statements of the Company for the financial year ended March 31, 2026 together with the report of Board of Directors and Auditors thereon. Item number two of the notice, reappointment of Shrimati Rajsri Vijaykumar holding DIN 00018244 who retires by rotation and being eligible, offers herself for reappointment.

Item number three of the notice. Since Chairman is interested in the resolution, may I request Sri S. Ganesh, the Independent Director to occupy the Chair for this resolution?

S. Ganesh - Independent Director, LGB Forge Limited

Yes, please.

Narmatha G K - Company Secretary, LGB Forge Limited

Thank you, sir. Item number three of the notice is with regards to the approval of the material related party transactions with LG Balakrishnan & Bros. Ltd for an aggregate value not exceeding INR75

crores from the conclusion of this AGM until the conclusion of the 21st Annual General Meeting pursuant to Regulation 23 of the SEBI Listing Obligation and Disclosure Requirements Regulation 2015 and the applicable provisions of the Company's Act 2013. Thank you, Ganesh Sir.

S. Ganesh - Independent Director, LGB Forge Limited

Thank you.

Narmatha G K - Company Secretary, LGB Forge Limited

Now I request our Chairman to occupy the Chair to proceed further. Members may note that the text of the resolution along with the explanatory statement is already provided in the notice circulated to the members. The Chairman will now address the questions raised by the participating Speaker Shareholders or wherever appropriate, direct them to the relevant Directors for their response. For detailed questions requiring any technical information or further clarification, the Company will provide a separate response to the concerned shareholder by email.

Shareholders who have registered as Speaker Shareholders will be given an opportunity to speak. Members are requested to keep their question and comments concise and focused. The moderator will assist the shareholders with the video feature as required. Members may also note that owing to time constraint the company reserves the right to limit the number of shareholders permitted to ask queries and to address the questions during the allotted time.

With the permission of the Chairman, we now open the floor for discussion from the Speaker Shareholders. The company has received requests from nine shareholders to register themselves as Speaker Shareholders for the meeting. Their names are Mr. Manjit Singh, Mr. R. Sudarshanan, Mr. Damodaran Tumhuri. Mr. Prabhujit Singh Sakmi, Mr. Bharat Raj, Mr. J Abhishek Ms. Shyam Sundari, Mr. Aspi Bhavanshah Bhasani [Phonetic], Ms. Prakashini G Shenoy [Phonetic].

I now request the moderator to unmute the first speaker of the day, Mr. Manjit Singh.

Questions & Answers**Unidentified Participant**

Am I audible?

Operator

Yes sir, please. Manjit Singh, you're added to the panel. Please unmute and speak. Thank you.

Unidentified Participant

[Foreign Speech] Thank you for the management team. Thank you for the schedule [Phonetic] team. Thank you, sir. Thank you.

Rajsri Vijayakumar - Managing Director, LGB Forge Limited

Chairman, you're on mute. Chairman,

B. Vijayakumar - Chairman, LGB Forge Limited

Can you hear me now?

Narmatha G K - Company Secretary, LGB Forge Limited

Yes.

B. Vijayakumar - Chairman, LGB Forge Limited

Yeah. So Mr. Sampath, can you answer -- I have a few questions. Did you understand his question?

Rajsri Vijayakumar - Managing Director, LGB Forge Limited

Chairman, I will answer the question.

B. Vijayakumar - Chairman, LGB Forge Limited

Okay.

Rajsri Vijayakumar - Managing Director, LGB Forge Limited

Mr. Manjit Singh Ji, thank you so much for your kind words. I have understood, I think most of your questions. I will attempt to answer them. And any further clarification, we will be happy to write to you in email.

You had asked us about the sale of land. We have -- the land that was sold was in Coimbatore. It was not -- the current operations are not there for us in that land. It was sold to one of our group companies and the land was -- it is mentioned in the annual report. The profit from sale of -- in the Q1 report the profit of sale was INR10 crores and it was 7 acres. The land that we have we currently own is in our Mysore division. That is our own land.

And the next one was you had asked us about profit. As mentioned in my speech and is also reflected in the annual report, we have done quite an improvement in our performance. Our company's EBITDA was INR203.65 lakhs in '24-'25 and last year '25-'26. It is INR482.29 lakhs. We hope to improve this year, and we have a clear roadmap for that which I have also mentioned in my speech.

You have mentioned about a statutory auditor resigning. I do not think that is the case. Our statutory auditor Mrs. Suguna is also here with us today. And she has been our auditor for the last few years.

The other thing you had asked us was about the employees, regarding employees and how -- you had mentioned certain cases in the north of India, where there were some problems. Currently, we have a peaceful and harmonious relationship with all our employees. And we continue to take that forward.

I hope this has answered most of your questions. And thank you, again so much for your kind words.

Narmatha G K - Company Secretary, LGB Forge Limited

Thank you, ma'am. Now I request the moderator to unmute the second speaker of the day. Mr. R. Sudarsanan.

Operator

Mr. R. Sudarsanan has not joined, ma'am. So please call up the next speaker, please.

Narmatha G K - Company Secretary, LGB Forge Limited

Okay. The third speaker of the day is Mr. Damodaran.

Operator

Mr. Damodaran has not participated. ma'am, please call up the next speaker, please.

Narmatha G K - Company Secretary, LGB Forge Limited

Okay. The fourth speaker for the day is Mr. Prabhujit Singh.

Operator

Prabhujit Singh has not participated., ma'am. Please call up the next speaker.

Narmatha G K - Company Secretary, LGB Forge Limited

Okay. The next speaker is Mr. Bharat Raj.

Operator

Mr. Bharat Raj has not participated. Please call up the next speaker, please.

Narmatha G K - Company Secretary, LGB Forge Limited

Okay. The seventh speaker for the day is Mr. J Abhishek.

Operator

Abhishek, sir you are alleviated to panel. Please unmute and ask your questions. Thank you.

Unidentified Participant

Can you hear me sir? Am I audible? Yes, First of all, thank you sir. First of all, I congratulate the management on the eve of annual general body meeting. The trust all is well with you and your family in this challenging situation. Company deserves much more respect than the current market cap after completing more than a decade of successful operations, profitability and becoming one of the strongest brand in the respective segment.

So first of all, I would like to know what steps is the management taking to improve the EPS INR0.30, return on equity and what proactive steps were taken by the management so to improve the same, I would like to know from you.

And our stock is being categorized under the ESM category in Bombay Stock Exchange stage one. So what is the reason whether we are written any compliance with the authorities to remove this ESM from our company? And I would -- what are the steps that management is taking to reduce the other expenses, legal, professional charges and the audit fees? I would request you to take part in con call, quarterly presentations and meeting with global investors on a regular basis. Management has come out with the rights issue in the year 2019 and so how are the retrieves being utilized by the management? And we are not having any dividend history in the company. So when can the shareholders expect a meager dividend from the company?

And I would request you to kindly consider meetings in hybrid mode as most of the senior citizens are not able to join because of the digital challenges in this virtual platform. So if you can kindly consider hybrid, more number of shareholders can join in the meeting. You can get the valuable points, suggestion and ideas that will be helpful for the management to employ in the coming future.

And kindly enable the raise and option. chat option, Q&A box and even we are not able to see the participant list also where we have joined with the right name or not. So every option is being locked by the moderator in the webex platform. As such be the case, it is very difficult for the shareholders to reach out to the management or those shareholders, who are not registered with you, but still want to raise some [Indecipherable] they can use raise hand option or chat box and even if we miss our turn we cannot catch back. So this is how the circumstances that it is working. So kindly ensure that the moderator enables all the options for the shareholders to exercise in the VC meeting and nothing much to ask. Hope that the company takes all our questions in the right spirit and if possible try to arrange a planned visit for the shareholders. I wish the company and the Board of Directors a great success and prosperity in the coming future and thank you for giving this opportunity. Hope to

see you in the upcoming hybrid AGM next year. Thank you,

Rajsri Vijayakumar - Managing Director, LGB Forge Limited

Chairman, you are muted again

B. Vijayakumar - Chairman, LGB Forge Limited

I think. Yeah. Now can you hear me, Mr. Abhishek?

Narmatha G K - Company Secretary, LGB Forge Limited

Yes.

B. Vijayakumar - Chairman, LGB Forge Limited

Thank you for your attendance and thank you for your suggestion. We will see how we can implement it. Can the MD answer some of the questions?

Rajsri Vijayakumar - Managing Director, LGB Forge Limited

Yes, Chairman. Thank you. Mr. Abhishek, thank you so much for your kind and encouraging words and welcome to our meeting. And you had asked two questions regarding improving return on equity and improving the earnings per share. We are on the roadmap for this. Once we achieve a profit, both of these parameters will be improving. And that is what we are setting out to do this year and in the years coming forward.

And regarding the ESM Stage one, I request our company secretary to look into it and respond appropriately via email to Mr. Abhishek. Thank you, again for your warm words and suggestions regarding the AGM, the hybrid AGM. And I humbly request CDSL also to take note of what Mr. Abhishek has said. Thank you so much.

Narmatha G K - Company Secretary, LGB Forge Limited

Thank you, ma'am. Now I request the moderator to unmute the seventh speaker of the day, Ms. Shyam Sundari.

Operator

Shyam Sundari has not participated ma'am. Please call up the next speaker.

Narmatha G K - Company Secretary, LGB Forge Limited

Okay. The next speaker of the day will be Mr. Aspi Bavansha Basani..

Operator

Aspi, sir, you are elevated to panel. Kindly unmute and ask your queries. Thank you.

Unidentified Participant

Hello, I'm Aspi from Bombay. Can you see me and hear me?

Narmatha G K - Company Secretary, LGB Forge Limited

Yes, sir.

Rajsri Vijayakumar - Managing Director, LGB Forge Limited

Yes sir.

Unidentified Participant

. At the outset, I welcome Mr. Arjun Parthasarathy, as a non-executive, non-independent director of

the company. And I thank this company secretary for sending me a link to attend the meeting. Madam, I'm not concerned with your -- this operating profit of 6% to 8%. I'm concerned with the net profit. There should be a net profit. When can I expect a net profit? Which year or when? Because now you got INR10 crore -- INR10 crores on sale of land. So what will you do with the INR10 crores? And receivables on 31st March '26 at INR26.86 crore on Q4 revenue of INR26.10 crore. Do you mean to say entire revenue of Q4 has not been received till end of the year? Ma'am, I would request the moderator not to mute me so that I can listen to the answers and ask questions if any.

B. Vijayakumar - Chairman, LGB Forge Limited

Rajsri would you -- do you like to take the question.

Rajsri Vijayakumar - Managing Director, LGB Forge Limited

Yes, Chairman. Thank you. Mr. Aspi, thank you for your words and thank you for coming and attending...

B. Vijayakumar - Chairman, LGB Forge Limited

I can't hear you very well.

Rajsri Vijayakumar - Managing Director, LGB Forge Limited

Chairman, can you hear now?

B. Vijayakumar - Chairman, LGB Forge Limited

Yeah, better.

Rajsri Vijayakumar - Managing Director, LGB Forge Limited

Okay. Mr. Aspi, you had asked us questions regarding when the net profit will come. We are actually have calculated that the net profit will be there this year. It could be up to 3% and then it will obviously increase in the next year.

You had also asked us about the land, the investment of the INR10 crore that has come and how what are we going to do with it? We are going to be investigate into our projects for in the -- In this year and the next year and that is how we were actually [Technical Issues] is the plan to have [Technical Issues].

B. Vijayakumar - Chairman, LGB Forge Limited

We lost you.

Rajsri Vijayakumar - Managing Director, LGB Forge Limited

Chairman, this is [Technical Issues].

B. Vijayakumar - Chairman, LGB Forge Limited

No, no. Your answer was not clear ma'am. Yes.

Rajsri Vijayakumar - Managing Director, LGB Forge Limited

Am I audible now?

B. Vijayakumar - Chairman, LGB Forge Limited

Yes.

Rajsri Vijayakumar - Managing Director, LGB Forge Limited

Okay. [Technical Issues] my reply, yeah, Aspi, as we have projected that we forecast that our net profit will be there this year onwards and it will be up to 3% and it will be increasing in the coming years.

And Mr. Aspi had also asked about the INR10 crore that we have received as from the sale of land. I would like to say that the INR10 crore will be used for investment activities over the next two to three years for funding our projects. And that is how we are able to fund our projects without taking on extra debt. As far as the receivables are concerned, he had not calculated the tax. Including the tax, it comes to 90 days or less than 90 days is my answer clear, sir.

Operator

Yes, ma'am. We can hear you.

Rajsri Vijayakumar - Managing Director, LGB Forge Limited

Thank you, sir.

Narmatha G K - Company Secretary, LGB Forge Limited

Thank you, ma'am. Now I request the moderator to unmute the last speaker of the day. Ms. Prakashini G. Shenoy [Phonetic].

Operator

Ms. Prakashini has not participated, ma'am. So with this we are completing the Q&A session. I request the Chairman to continue with the proceedings. Thank you.

Narmatha G K - Company Secretary, LGB Forge Limited

Okay, sir. So with this we have addressed all the registered speakers. With the permission of the chair, I would like to conclude the meeting by providing some information on the voting results followed by the oath of thanks. Can I go ahead, Chairman?

B. Vijayakumar - Chairman, LGB Forge Limited

Yes, go ahead.

Narmatha G K - Company Secretary, LGB Forge Limited

Okay, sir. Members may note that the evoting option on the CDSL platform will be -- will remain open for a further period of 15 minutes to facilitate those members, who have not yet cast their vote and wish to do so. The voting results will be declared after taking into account both remote evoting and the evoting conducted during this meeting within the prescribed time. The combined scrutinizers report will be posted on the company's website and on the website of the CDSL.

The voting results will also be communicated to BSE Limited where the shares of the company are listed. The resolutions set forth in the Notice of the AGM shall be deemed to have been passed today subject to obtaining the requisite majority. I would like to thank all the shareholders, who have participated in this meeting through video conference facility. I also extend my warm thanks to all our directors, statutory auditors, secretary auditor and the scrutinizer for attending the meeting.

I would like to place on record our appreciation for CDSL, moderators for their assistance and guidance in conducting the meeting smoothly. Thank you all for your participation and valuable support. With this, the proceedings of the 20th Annual General Meeting is concluded. Thank you.

Rajsri Vijayakumar - Managing Director, LGB Forge Limited

Thank you and good evening.

B. Vijayakumar - Chairman, LGB Forge Limited

Thank you.

Narmatha G K - Company Secretary, LGB Forge Limited

Thank you all. Thank you, all the directors.

B. Vijayakumar - Chairman, LGB Forge Limited

Thank you.

A. Sampathkumar - Whole Time Director, LGB Forge Limited

Thank you and good evening, everybody.

Operator

[Operator Closing Remarks]

B. Vijayakumar - Chairman, LGB Forge Limited

Thank you.

A. Sampathkumar - Whole Time Director, LGB Forge Limited

Thank you.

S. Ganesh - Independent Director, LGB Forge Limited

Thank you, sir.