



INDEPENDENT AUDITOR'S REPORT

To the Members of
PENNAR METALS PRIVATE LIMITED

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of PENNAR METALS PRIVATE LIMITED (the "Company"), which comprise the Balance Sheet as at March 31, 2024, the Statement of Profit and Loss and the Statement of Cash Flows ended on that date, and a summary of significant accounting policies and other explanatory information (hereinafter referred to as the "financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 (the "Act") in the manner so required and give a true and fair view in conformity with the Accounting Standards prescribed under section 133 of the Act and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2024, its profit and its cash flows for the year ended on that date.

Basis for Opinion

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

Information Other than the Financial Statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Business Responsibility Report, Corporate Governance and Shareholder's Information, but does not include the financial statements and our auditor's report thereon.

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

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

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



Responsibility of Management for Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the AS and other accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the 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 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 financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.



- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

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

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

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

Report on Other Legal and Regulatory Requirements

1. As required by Section 143(3) of the Act, based on our audit we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c) The Balance Sheet, the Statement of Profit and Loss and the Statement of Cash Flows dealt with by this Report are in agreement with the relevant books of account.
 - d) In our opinion, the aforesaid financial statements comply with the AS specified under Section 133 of the Act.
 - e) On the basis of the written representations received from the directors as on March 31, 2024 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2024 from being appointed as a director in terms of Section 164(2) of the Act.



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

The Company is Private Limited Company, Accordingly the matters to be included in the auditor's report under section 197(16) of the Act is not applicable to the Company.

- g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:

- i. The Company has no pending litigations on its financial position for the year ending 31 March, 2024.
- ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
- iv. a) The management has represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources of kind of funds) by the company to or in any other person(s), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the intermediary shall, whether, directly or indirectly lend or invest in other persons identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

b) The management has represented that, to the best of its knowledge and belief, no funds have been received by the company from any person, including foreign entities ("Funding parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate beneficiaries; and

c) Based on such audit procedures that were considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-cause (a) and (b) contain any material misstatement.
- v. No dividend has been declared or paid during the year by the company.
- vi. The reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 is applicable from 1 April 2023. Based on our examination the Company has used accounting software for maintaining its books of account, which have a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the respective software.

Further, where audit trail (edit log) facility we did not come across any instance of the audit trail feature being tampered with.



2. As required by the Companies (Auditor's Report) Order, 2020 (the "Order") issued by the Central Government in terms of sub-section (11) of section 143 of the Act, we give in "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order.

Ramasamy Koteswara Rao and Co LLP
Chartered Accountants
FRN: 010396S/S200084



A handwritten signature in black ink, appearing to read "M. Telluri".

Murali Krishna Reddy Telluri
Partner

Membership No.223022

UDIN: 24223022BKARMF9545

Place: Hyderabad
Date: 17/05/2024

ANNEXURE 'A' TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 2 under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of PENNAR METALS PRIVATE LIMITED of even date)

On the basis of such checks as we considered appropriate and according to the information and explanation given to us during the course of our audit, we report that;

On the basis of such checks as we considered appropriate and according to the information and explanation given to us during the course of our audit, we report that;

- i. As the Company does not hold any property, plant and equipment, (Bearer plants, capital work-in-progress, investment properties and relevant details of right-of-use assets⁹)¹⁰, intangible assets, reporting under clause 3(i) of the Order is not applicable.
- ii. a) The Company does not have any inventory and hence reporting under clause (ii)(a) of the Order is not applicable.
b) According to the information and explanations given to us, at any point of time of the year, the Company has not been sanctioned any working capital facility from banks or financial institutions and hence reporting under clause (ii)(b) of the Order is not applicable.
- iii. The Company has not made any investments in, provided any guarantee or security, and granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties during the year, and hence reporting under clause (iii) of the Order is not applicable
- iv. According to information and explanation given to us, the Company has not granted any loans, made investments or provided guarantees or securities that are covered under the provisions of sections 185 or 186 of the Companies Act, 2013, and hence reporting under clause (iv) of the Order is not applicable.
- v. The Company has neither accepted any deposits from the public nor accepted any amounts which are deemed to be deposits within the meaning of Sections 73 to 76 of the Act and the Companies (Acceptance of Deposits) Rules, 2014 (as amended). Accordingly, the provisions of clause 3(v) of the Order are not applicable.
- vi. The maintenance of cost records has not been specified for the activities of the Company by the Central Government under section 148(1) of the Companies Act, 2013.
- vii. (a) According to information and explanations given to us and on the basis of our examination of the books of account, and records, the Company is depositing undisputed statutory dues including Income Tax, Goods and Services Tax, Cess and any other statutory dues with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the above were in arrears as at March 31, 2024 for a period of more than six months from the date on when they become payable.
(b) There are no dues in respect of Goods and Services Tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues that have not been deposited with the appropriate authorities on account of any dispute.



- viii. There were no transactions relating to previously unrecorded income that were surrendered or disclosed as income in the tax assessments under the Income Tax Act, 1961 (43 of 1961) during the year.
- ix. (a) The Company has not taken any loans or other borrowings from any lender. Hence reporting under clause (ix)(a) of the Order is not applicable to the Company.
- (b) The Company has not been declared a wilful defaulter by any bank or financial institution or government or any government authority.
- (c) To the best of our knowledge and belief, in our opinion, the Company did not avail any working capital term loans during the year, hence reporting under clause ix(c) is not applicable.
- (d) On an overall examination of the financial statements of the Company, the company did not raise any short-term funds hence reporting under clause ix (d) is not applicable.
- (e) The Company did not have any subsidiary or associate or joint venture during the year and hence, reporting under clause (ix) (e) of the Order is not applicable.
- (f) The Company did not have any subsidiary or associate or joint venture and hence, reporting under clause (ix)(f) of the Order is not applicable.
- x. (a) The Company has not issued any of its securities (including debt instruments) during the year and hence reporting under clause (x) (a) of the Order is not applicable.
- (b) During the year the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) and hence reporting under clause (x) (b) of the Order is not applicable to the Company.
- xi. (a) Based upon the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and according to the information and explanations given by the management, we report that no fraud by the company or on the company by the officers and employees of the Company has been noticed or reported during the year.
- (b) To the best of our knowledge, no report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and upto the date of this report.
- (c) Company is a private limited company and not required to establish a vigil mechanism under section 177 of the Act, hence reporting under clause xi(c) is not applicable.
- xii. Company is not a Nidhi company. Therefore, the provisions of clause 3(xii) of the order are not applicable to the Company and hence not commented upon.
- xiii. In our opinion, the Company is in compliance with section 188 of the Companies Act for all transactions with the related parties and the details of related party transactions have been disclosed in the financial statements etc. as required by the applicable accounting standards. The Company is a private company and hence the provisions of section 177 of the Companies Act, 2013 are not applicable to the Company.



- xiv. Company being a private limited company and as per requirements of Section 138 of the Act not mandate to have an internal audit system, hence reporting under clause xiv is not applicable.
- xv. According to the information and explanations given by the management, the Company has not entered into any non-cash transactions with directors or persons connected with him as referred to in section 192 of Companies Act, 2013. Accordingly, the provision of clause 3 (xv) of the Order is not applicable to the Company and hence not commented upon.
- xvi. (a) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Hence, reporting under clause (xvi) (a), (b) and (c) of the Order is not applicable.
- (d) The Group does not have any CIC as part of the group and accordingly reporting under clause (xvi) (d) of the Order is not applicable.
- xvii. The company has not incurred cash losses during the financial year covered by our audit and in the immediately preceding financial year.
- xviii. There has been no resignation of the statutory auditors of the Company during the year.
- xix. On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- xx. The Company is not having net worth of rupees five hundred crore or more, or turnover of rupees one thousand crore or more or a net profit of rupees five crore or more during the immediately preceding financial year and hence, provisions of Section 135 of the Act are not applicable to the Company during the year. Accordingly, reporting under clause 3(xx) of the Order is not applicable for the year.

Ramasamy Koteswara Rao and Co LLP
Chartered Accountants
FRN: 010396S/S200084



M. Krishna Reddy

Murali Krishna Reddy Telluri
Partner

Place: Hyderabad
Date: 17/05/2024

Membership No.223022
UDIN: 24223022BKARMF9545

Pennar Metals Private Limited
Balance Sheet as at Mar 31, 2024

(All amounts is Rs. lakhs, except EPS)

Particulars	Note	As at
		31-Mar-24
ASSETS		
Non-current assets		
Property, plant and equipment		-
Total non-current assets		-
Current assets		
Inventories		-
Financial assets		
(a) Trade receivables		-
(b) Cash and cash equivalents	1	1.50
(c) Other Financial Assets	2	-
Other current assets		-
Total current assets		1.50
Total assets		1.50
EQUITY AND LIABILITIES		
Equity		
Equity share capital	3	1.00
Other equity	4	0.36
Total equity		1.36
Non-current liabilities		
Deferred tax liabilities (net)		-
Total non-current liabilities		-
Current Liabilities		
Financial liabilities		
(a) Borrowings		-
(b) Trade payables	5	-
Total outstanding dues to micro and small enterprises		0.12
Total outstanding dues of other than micro and small enterprises		-
(c) Other Financial Liabilities		-
Other Current Liabilities		-
Income tax liabilities (net)	6	0.02
Total current liabilities		0.14
Total Liabilities		0.14
Total equity and liabilities		1.50

In terms of our report attached

For Ramasamy Koteswara Rao and Co LLP

Chartered Accountants

FRN.No.010396S/S200084



Murali Krishna Reddy Telluri

Partner

Membership No: 223022

UDIN:

Place: Hyderabad

Date:-

For and On behalf of Pennar Metals Private Limited

Aditya Narsing Rao
Aditya Narsing Rao
 Director
 DIN No.01307343

Shrikant Bhakkad
Shrikant Bhakkad
 Director
 DIN No. 10210603

Pennar Metals Private Limited
Statement Of Profit and Loss for the year ended Mar 31, 2024

(All amounts is Rs. lakhs, except EPS)

Particulars	Note	For the period ended Mar 31, 2024
INCOME		
Revenue from operations	7	1.00
Other income	8	-
Total income		1.00
EXPENSES		
Employee benefits expense	9	-
Cost of materials consumed	10	-
Change in Inventories of Finished Goods	11	-
Finance costs	12	-
Depreciation and amortisation expense	13	-
Other expenses	14	(0.52)
Total expenses		(0.52)
Profit before tax		0.48
Tax expense		
Current tax		0.12
Deferred tax		-
Total tax expense		0.12
Profit for the year after tax		0.36
Other comprehensive income		
Items that will not be reclassified subsequently to profit or loss:		
(a) Remeasurement of defined benefit obligation	-	-
(b) Deferred tax relating to the above items	-	-
Items that will be reclassified subsequently to profit or loss		
(a) Exchange differences in translating the financial statements of foreign operations	-	-
(b) Effective portion of gain / (loss) on designated portion of hedging instruments in a cash flow hedge	-	-
(c) Others (specify nature)	-	-
Total other comprehensive income		-
Total comprehensive income for the year		0.36
Paid-up equity share capital (Face value Rs. 10 each fully paid)		
Earning per share**		10,000.00
Basic & Diluted		3.59

In terms of our report attached

For Ramasamy Koteswara Rao and Co LLP

Chartered Accountants

FRN.No.010396S/S200084

Melli



Murali Krishna Reddy Talluri

Partner

Membership No: 223022

For and On behalf of Pennar Metals Private Limited

Aditya



Aditya Narsing Rao

Director

DIN No.01307343

Sri Kant Bhakkad

Sri Kant Bhakkad

Director

DIN No. 10210603

Place: Hyderabad

Date:- 16-05-2024

Pennar Metals Private Limited
Statement Of Profit and Loss for the year ended Mar 31, 2024
(All amounts is Rs. lakhs, except EPS)

A. Equity share capital

Particulars	Total
Balance as at April 01, 2022	-
Changes in equity share capital during 2022-23	-
Balance as at March 31, 2023	-
Balance at April 01, 2023	-
Changes in equity share capital during 2023-24	1.0
Balance as at March 31, 2024	1.0

B. Other equity

Particulars	Retained earnings	Total
Balance at April 01, 2022	-	-
Profit for the year	-	-
Balance at March 31, 2023	-	-
Profit for the year	0.36	0.36
Balance as at March 31, 2024	0.36	0.36

In terms of our report attached

For Ramasamy Koteswara Rao and Co LLP

Chartered Accountants
FRN.No.010396/S/200084

Murali Krishna Reddy, Tellur

Partner

Membership No: 223022

UDIN:

Place: Hyderabad

Date: 16-05-2024

For and On behalf of Pennar Metals Private Limited

Aditya Narsing Rao

Director

DIN No.01307343



Shrikant Bhakkad

Director

DIN No. 10210603

Pennar Metals Private Limited
Cash Flow Statement for the period ended March 31, 2024

(All amounts is Rs. lakhs, except EPS)

Particulars	For the period ended Mar 31 2024
A. CASH FLOW FROM OPERATING ACTIVITIES	
Profit before tax	0.48
<i>Adjustments for :</i>	
Depreciation and amortisation expense	-
Finance costs	-
Operating profit before working capital changes	0.48
<i>Changes in operating assets and liabilities:</i>	
<i>Adjustments for (increase) / decrease in operating assets:</i>	
Inventories	-
Trade receivables	-
Other non current assets	-
Other Financial assets	-
Other current asset	-
<i>Adjustments for increase / (decrease) in operating liabilities:</i>	
Trade payables	0.12
Other financial liabilities	-
Other Current Liabilities	-
Cash generated from operations	0.60
Net income taxes paid	(0.10)
Net cash flow (used in) / generated by operating activities (A)	0.50
B. CASH FLOW FROM INVESTING ACTIVITIES	
Payment towards purchase of plant and equipment	-
Net cash flow used in investing activities (B)	-
C. CASH FLOW FROM FINANCING ACTIVITIES	
Proceeds from Issue of Share Capital	1.00
Net cash flow from / (used in) financing activities (C)	1.00
Net increase in cash and cash equivalents (A+B+C)	1.50
Cash and cash equivalents at the beginning of the year	-
Cash and cash equivalents at the end of the year	1.50
Cash and cash equivalents comprises of: (refer note 1)	
Balances with Banks	
- in current accounts	1.50
	1.50

In terms of our report attached

For Ramasamy Koteswara Rao and Co LLP

Chartered Accountants

FRN.No.010396S/S200084



Murali Krishna Reddy

Partner

Membership No: 223022

UDIN:

Place: Hyderabad

Date:- 16-05-2024

For and On behalf of Pennar Metals Private Limited

Handwritten signature of Aditya Narsing Rao and a circular blue stamp of Pennar Metals Private Limited, Hyderabad. The stamp contains the text: 'Pennar Metals Private Limited', 'Hyderabad', and a star symbol.

Aditya Narsing Rao

Director

DIN No.01307343

Shrikant Bhakkad

Director

DIN No. 10210603

Pennar Metals Private Limited
Notes forming part of the financial statements

1. Cash and cash equivalents Rs. lakhs, except EPS)

Particulars	As at
	March 31, 2024
Cash on hand	-
Balances with banks in current accounts	1.50
Total	1.50

3. Equity share capital

Particulars	As at
	March 31, 2024
Authorised share capital: 10000 fully paid up equity shares of 10 each (March 31st 2024 : 10000)	1.00
Issued and subscribed capital: 10000 fully paid up equity shares of 10 each (March 31st 2024- : 10000)	1.00
Total	1.00

Notes:

a. Reconciliation of the number of shares outstanding:

Particulars	As at
	March 31, 2024
Opening balance	-
Add: Movement during the year	1.00
Balance	1.00

b. Details of shares held by the promoters

The details of promoters and their shareholdings. Name of the promoter	As at	
	No of shares held	% holding of equity shares
Pennar Industries Limited	10000	100%

c. Rights, preferences and restrictions attached to equity shares:

The Company has issued only one class of equity shares having a par value of ₹ 10 per share. Each holder of equity shares is entitled to one vote per share. The dividend proposed by the Board of Directors is subject to approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of

4. Other equity

Particulars	Retained earnings	Total
Balance at April 01, 2023	-	-
Profit for the year	0.36	0.36
Balance as at 31 Mar 2024	0.36	0.36

5. Trade Payables

Particulars	As at	
	March 31, 2024	March 31, 2023
Dues to micro enterprises and small enterprises	-	-
Dues to others	0.12	-
Total	0.12	-

Trade Payables Ageing Schedule (FY 23-24)

Particulars	Outstanding for the following periods from the due date of the payment				
	Less than 1 Year	1-2 Years	2-3 years	More than 3 years	Total
Undisputed trade payables	0.12	-	-	-	0.12

6. Income tax assets and Liabilities Rs. lakhs, except EPS)

Current tax

Particulars	As at
	March 31, 2024
Current tax	0.12
Total	0.12

Particulars	As at
	March 31, 2024
Income tax liabilities (Net of advance tax)	0.02
Total	0.02



Pennar Metals Private Limited
Notes forming part of the financial statements

7. Revenue from operations

Particulars	For the period ended Mar 31, 2024
Sale of services	1.00
Net Revenue from Operations	1.00

8. Other income

Particulars	For the period ended Mar 31, 2024
Interest income	-
Other Income	-
Total	-

9. Employee benefits expense

Particulars	For the period ended Mar 31, 2024
Salaries and wages	-
Total	-

10. Cost of Material consumed

Particulars	For the period ended Mar 31, 2024
Cost of material consumed	-
	-

11. Changes in inventories of Finished Goods

Particulars	For the period ended Mar 31, 2024
<u>Opening Stock</u>	
Finished goods	-
	-
<u>Closing Stock:</u>	
Finished goods	-
Decrease / (Increase) in work-in-progress	-

12. Finance costs

Particulars	For the period ended Mar 31, 2024
Interest Cost	-
Total	-

13. Depreciation and amortisation expense

Particulars	For the period ended Mar 31, 2024
Depreciation of property, plant and equipment	-
Total	-

14. Other expenses

Particulars	For the period ended Mar 31, 2024
Registration Charges	0.32
Audit Fees	0.12
Bank Charges	0.08
Total	0.52



Pennar Metals Private Limited**Notes forming part of the financial statements**

14	EARNING PER SHARE	
	Particulars	For the Year ended March 31, 2024
	Net profit attributable to equity Share holders	0.34
	No of Equity Shares	10,000
	Basic and diluted Earning per Share	3.40

15. Financial Instruments**a.Capital Management**

The Company's capital management objective is to maximise the total shareholder return by optimising cost of capital through flexible capital structure that supports growth. Further, the Company ensures optimal credit risk profile to maintain/enhance credit rating.

The Company determines the amount of capital required on the basis of annual operating plan and long-term strategic plans. The funding requirements are met through internal accruals and long-term/short-term borrowings. The Company monitors the capital structure on the basis of Net debt to equity ratio and maturity profile of the overall debt portfolio of the Company.

For the purpose of capital management, capital includes issued equity capital and all other reserves. Net debt includes all long and short-term borrowings as reduced by cash and cash equivalents,

The Company manages its capital to ensure that it will be able to continue as going concern while maximizing the return to stakeholders through the optimization of the debt and equity balances.

The capital structure of the company consists of net debt (borrowings as detailed in note 13 and offset by cash and bank balances) and total equity of the Company.

The company is not subject to any externally imposed capital requirements.

The Company's management reviews the capital structure of the company on monthly basis. As part of this review, the management considers the cost of capital and the risks associated with each class of capital.

The table below summarises the total equity, net debt and net debt to equity ratio of the Company.

Particulars	31-Mar-24
Equity share capital	1.00
Other equity	0.36
Total Equity (A)	1.36
Non-current borrowings	-
Short term borrowings	-
Current maturities of long-term borrowings	-
Gross Debt	-
Less: Cash and cash equivalents	-
Net debt (B)	-
Net debt to equity (B/A)	-
Interest Coverage Ratio	-

(I) Equity includes all capital and reserves of the company, that are managed as capital

(II) Debt is defined as long and short term borrowings.

b. Financial instruments by category

Particulars	Carrying value as at
	March 31, 2024
Financial assets	
Measured at amortised cost	
Other financial assets	-
Trade receivables	-
Cash and cash equivalents	1.50
Total financial assets measured at amortised cost (A)	1.50
Total Financial Assets (A)	1.50



Financial Liabilities	
Measured at amortised cost	
Short-term borrowings	-
Trade payables	0.12
Other financial liabilities	-
Total financial liabilities carried at amortised cost(A)	0.12
Total Financial Liabilities	0.12

The management assessed that fair value of cash and cash equivalents, trade receivables, other current financial assets, trade payables, borrowings and other current financial liabilities approximate their carrying amounts largely due to the short-term maturities of these instruments.

The fair value of the financial assets and liabilities is included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than a forced or a liquidation sale.

c. Financial risk management

The Board oversees the risk management frame work, develops and monitors the company's risk management policies. The risk management policies are established to ensure timely identification and evaluation of the risks, setting acceptable risk thresholds, identifying and mapping controls against these risks, monitor the risks and their limits, improve risk awareness and transparency. Risk management policies and systems are reviewed regularly to reflect changes in the market conditions and company's activities to provide reliable information to the management and the Board to evaluate the adequacy of the risk management frame work in relation to the risk faced by the Company.

The management policies aims to mitigate the following risks arising from the financial instruments

1. Market Risk
2. Credit Risk
3. Liquidity Risk

Market Risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in the market prices. The Company is exposed in the ordinary course of its business to risk related to changes in commodity prices and interest rates.

The Company seeks to minimize the effects of these risks by using derivative financial instruments to hedge risk exposures. The use of financial derivatives is governed by the company's policies approved by the Board of Directors, which provide written principles on interest rate risk, credit risk, the use of financial derivatives and non-derivative financial instruments, and the investment of excess liquidity. Compliance with policies and exposure limits is reviewed by the management on a continuous basis. The company does not enter into or trade financial instruments, including derivatives for speculative purposes.

Credit Risk

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the company's receivables from customers and investment securities. Credit risk arises from cash held with banks and financial institutions, as well as credit exposure to clients, including outstanding accounts receivable. Credit risk is managed through credit approvals, establishing credit limits and continuously monitoring the creditworthiness of customers to which the company grants credit terms in the normal course of business. The Company establishes an allowance for doubtful debts and impairment that represents its estimate of incurred losses in respect of trade and other receivables and investments.

Liquidity Risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they become due. The Company manages its liquidity risk by ensuring, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risk to the Company's reputation.

The Company generates sufficient cash flow for operations, which together with the available cash & cash equivalents and short term investments provide liquidity in the short term and long term. The Company has established an appropriate liquidity risk management framework for the management of the Company's short term, medium and long term funding and liquidity management requirements. The company manages liquidity risk by maintaining adequate reserves, banking facilities and reserve borrowing facilities by continuously monitoring forecast and actual cash flows, and by matching the maturity profiles of financial assets and liabilities.



Ratios				
The following are analytical ratios for the year ended March 31, 2024				
S.No	Particulars	Numerator	Denominator	March 31, 2024
1	Current Ratio	Current Assets	Current Liabilities	10.80
2	Debt-Equity Ratio	Total Debt (1)	Shareholder's Equity	-
3	Debt Service Coverage Ratio	Earnings available for debt service (2)	Debt service (3)	-
4	Return on Equity (ROE)	Net profit after taxes	Average Shareholder's Equity	0.26
5	Inventory Turnover Ratio	Revenue from Operations	Average Inventory	-
6	Trade Receivables Turnover Ratio	Revenue from Operations	Average Receivables	-
7	Trade Payables Turnover Ratio	Purchases	Average Trade Payables	-
8	Net Capital Turnover Ratio	Revenue from Operations	Working Capital (4)	0.61
9	Net Profit Ratio	Net Profit	Revenue from Operations	0.36
10	Return on Capital Employed (ROCE)	Earnings Before Interest and Taxes (EBIT)	Capital Employed (5)	0.35
<p>(1) Long Term borrowings + Short Term borrowings + Inter corporate loans + interest accrued (2) Net profit after tax + Non-operating cash exp like depreciation + Interest + Other adjustments like loss on sale of fixed assets etc. (3) Interest + Lease payments + Principal repayments + Intercorporate loan payments (4) Current assets - current liabilities (5) Tangible networth + total debt including interest accrued +deferred tax liability-deferred tax assets</p>				
16	CONTINGENT LIABILITIES: Nil			
17	Related Party Disclosures			
17.1	Relationship	Name		
	Holding Company	Pennar Industries Ltd		
	Fellow Subsidiary Company	Pennar Global Inc Pennar GMBH Pennar Global Metals LLC Cadnum SARL Pennar global Investment LLC Ascent Buildings Enertech Pennar Defence and Engineering Systems Private L		
	Key Management Personnel	Aditya Narsing Rao Shrikant Bhakkad		
17.2	Aggregate Related Party Transactions :			
	Particulars	Holding Company		
		31.03.2024		
a	Sales Made during the year	-		
b	Services Received during the year	1.00		
c	Purchases Made during the year	-		
d	Interest paid during the year	-		
17.3	Related Party Balances :			
a	Balances payable	-		
b	Advances	-		



18	<p>Dues to Micro, Small and Medium Enterprises</p> <p>The identification of micro, small and medium enterprise suppliers as defined under the provisions of "Micro, small and medium enterprises Act, 2006" is based on Management's knowledge of their status. Disclosure of Sundry Creditors is based on the information available with the company regarding the status of suppliers as defined under the 'Micro, Small and Medium enterprises development (Act 2006)' and is relied upon by the Auditors.</p>
19	<p>Other Statutory Information</p> <p>(i) The Company does not have any Benami property, where any proceeding has been initiated or pending against the Company for holding any Benami property.</p> <p>(ii) The Company does not have any transactions with companies struck off.</p> <p>(iii) The Company does not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.</p> <p>(iv) The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.</p> <p>(v) The Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.</p> <p>(vi) The Company has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (Ultimate Beneficiaries) or (b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries</p> <p>(vii) The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall: (a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or (b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries,</p> <p>(viii) The Company does not have any such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961.</p>
20	Figures are rounded off to nearest rupee in lakhs
21	These financial statements were approved by the company's Board of Directors on May 16, 2024

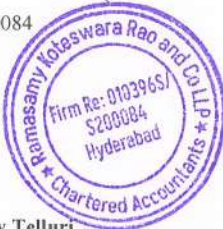
In terms of our report attached.

For and on behalf of the board

For Ramasamy Koteswara Rao and Co LLP

Chartered Accountants

FRN.No.010396S/S200084

Murali Krishna Reddy Telluri

Partner


Membership No: 223022

UDIN:

Place: Hyderabad

Date:- 16-05-2024

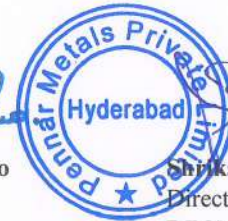
For and On behalf of Pennar Metals Private Limited



Aditya Narsing Rao

Director

DIN No.01307343




Shrikant Bhakkad

Director

DIN No. 10210603