MDSS AND ASSOCIATES
Chartered Accountants

Off.No:-1, SatyaRaj Tower, Opp. Govt. Dudh Dairy,
SBH Colony, Jalna Road, Aurangabad-431005
9823544949
9405605555
dhoot.mayur@gmail.com

Independent Auditors' Report on Special Purpose Financial Information Prepared for Consolidation Purposes

As requested by the Parent Company M/s. Birla Precision Technologies Limited we have audited, for purposes of your audit of the consolidated financial statements of Birla Precision Technologies Limited (the 'Group'), the accompanying special purpose financial information of Birla Precision Technologies GMBH as of March 31, 2026, and for the year then ended. This special purpose financial information has been prepared solely to enable Birla Precision Technologies Limited to prepare its consolidated financial statements.

Management's Responsibility for the Special Purpose Financial Information

Management is responsible for the preparation of this special purpose financial information in accordance with the Group's accounting policies, and for such internal control as management determines is necessary to enable the preparation of special purpose financial information that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on this special purpose financial information based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the Germany ("GAS") (German Accounting Standards). As requested, our audit procedures also included the additional procedures identified in your instructions. GAS require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the special purpose financial information is free from material misstatement. As requested by you, we planned and performed our audit using the materiality level specified in your instructions, which is different than the materiality level that we would have used had we been designing the audit to express an opinion on the special purpose of the component alone.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in this special purpose financial information. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of this special purpose financial information, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of this special purpose financial information in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the special purpose financial information. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion. The conclusions reached in forming our opinion are based on the component materiality level specified by you in the context of the audit of the consolidated financial statements of the Group.

Opinion

In our opinion, the accompanying special purpose financial information for Birla Precision Technologies GMBH as of March 31, 2026, and for the year then ended has been prepared, in all material respects, in accordance with the Group's accounting policies.

Restriction on Use and Distribution

This special purpose financial information has been prepared for purposes of providing information to the Group to enable it to prepare the consolidated financial statements of the Group. As a result, the special purpose financial information is not a complete set of financial statements of Birla Precision Technologies GMBH in accordance with Indian Accounting Standards ('Ind AS') and is not intended to present fairly, in all material respects, the financial position of Birla Precision Technologies GMBH as of March 31, 2026, and of its financial performance, and its cash flows for the year then ended in accordance with Ind AS. This special purpose financial information may, therefore, not be suitable for another purpose.

For MDSS & Associates
Chartered Accountants
FRN : 140720W

M D S S & ASSOCIATES
FRN No.
140720W
Aurangabad
Chartered Accountants

Sahuji

Sachin P. Sahuji
Partner
M. No. 149639
UDIN: 26149639VBUAPJ5062

Place: Chh. Sambhajinagar
Date: 7th May, 2026

Birla Precision Technologies GMBH

Special Purpose Balance sheet as at 31st March 2026

Sr. No.	Particulars	Note No.	In EURO As at 31.03.2026	In INR As at 31.03.2026
I.	**ASSETS**			
	CURRENT ASSETS			
(a)	Inventories	2	52,891.80	57,65,544.71
(b)	Financial assets			
	(i) Trade receivables	3	62,202.38	67,80,457.52
	(ii) Cash and cash equivalents	4	38,701.83	42,18,747.16
	(ii) Other Financial Assets	5	3,780.00	4,12,044.19
(c)	Current tax assets (Net)	6	11,503.24	12,53,926.78
	Total - Current Assets		**1,69,079.25**	**1,84,30,720.36**
	Total Assets		**1,69,079.25**	**1,84,30,720.36**
II.	**EQUITY AND LIABILITIES**			
	EQUITY			
(a)	Equity share capital	7	25,000.00	21,49,847.50
(b)	Other equity	8	(2,49,883.98)	(2,66,63,640.57)
	Total - Equity		**(2,24,883.98)**	**(2,45,13,793.07)**
	LIABILITIES			
	Current Liabilities			
(a)	Financial liabilities			
	(i) Borrowings	9	1,50,573.00	1,64,13,420.67
	(ii) Trade payables	10	2,43,390.23	2,65,31,092.77
(b)	Other current liabilities	11	-	-
(c)	Provisions	12	-	-
(d)	Current tax liabilities		-	-
	Total - Current Liabilities		**3,93,963.23**	**4,29,44,513.43**
	Total Equity and Liabilities		**1,69,079.25**	**1,84,30,720.36**
			-	0.00

Significant Accounting Policies and Notes to Accounts form an integral part of the Financial Statements — 1 to 21

As per our attached report of even date
For M/s. MDSS & Associates
Chartered Accountants
Firm Registration No. 140720W

MDSS & ASSOCIATES Chartered Accountants FRN No. 140720W Aurangabad

Sahuji

Sachin P. Sahuji
Partner
Membership No. 149639
UDIN 26149639VBUAPJ5062
Place: Chh. Sambhajinagar
Date : 7th May, 2026

For & on Behalf of
Birla Precision Technologies GMBH

BIRLA PRECISION TECHNOLOGIES LIMITED MUMBAI

Santhosh Kumar
Director
DIN No. 08686131

Birla Precision Technologies GMBH

Special Purpose Profit and Loss for the period ended

Sr. No.	Particulars	Note No.	In EURO For the year ended 31st Mar 2026	In INR For the year ended 31st Mar 2026
I.	**INCOME**			
	Revenue from operations	13	1,48,389.48	1,52,04,358.95
	Other income		-	-
	Total Income		**1,48,389.48**	**1,52,04,358.95**
II.	**EXPENSES**			
	Purchases of Stock-in-Trade	14	1,03,549.27	1,06,09,918.37
	Changes in Inventories of Finished Goods, Semi-Finished Goods and Stock-in-Trade	15	17,174.87	7,03,332.57
	Employee benefits expense	16	-	-
	Finance costs	17	469.50	48,106.15
	Other expenses	18	47,191.50	94,40,562.74
	Total Expenses		**1,68,385.14**	**2,08,01,919.83**
III.	**Profit / (Loss) before exceptional items and tax**		**(19,995.66)**	**(55,97,560.88)**
IV.	Exceptional item	21	-	-
V.	**Profit / (Loss) before tax (III - IV)**		**(19,995.66)**	**(55,97,560.88)**
VI.	Tax expense:			
	(1) Current tax		-	-
VII.	Profit/(Loss) for the period **(V-VI)**		**(19,995.66)**	**(55,97,560.88)**
VIII.	**OTHER COMPREHENSIVE INCOME**			
	(i) Items that will not be reclassified to profit or loss		-	
	Related to employee benefits		-	-
	(ii) Income tax relating to items that will not be reclassified to profit or loss		-	-
	Total Other Comprehensive Income net of tax		-	-
	Total Comprehensive income for the year, net of tax (VII+VIII)		**(19,995.66)**	**(55,97,560.88)**
	Earnings per equity share:			
	(1) Basic EPS (₹)			
	(2) Diluted EPS (₹)			

Significant Accounting Policies and Notes to Accounts form an integral part of the Financial Statements — **1 to 21**

As per our attached report of even date
For M/s. MDSS & Associates
Chartered Accountants
Firm Registration No. 140720W

MDSS & ASSOCIATES ★ Chartered Accountants ★ FRN No. 140720W Aurangabad

Sahuji

Sachin P. Sahuji
Partner
Membership No. 149639
UDIN 26149639VBUAPJ5062
Place: Chh. Sambhajinagar
Date : 7th May, 2026

For and on behalf of the Board
Birla Precision Technologies GMBH

BIRLA PRECISION TECHNOLOGIES LIMITED ★ MUMBAI

Santhosh Kumar
Director
DIN No. 08686131

Birla Precision Technologies GMBH
Statement of Changes in Equity for the year ended 31st March 2026

(B) OTHER EQUITY

Birla Precision GMBH - Euro

Sr. No.	Particulars	Reserves and Surplus				
		Capital Reserves	Securities Premium Reserve	General Reserves	Retained Earnings	Total Other Equity
	As at 1st April 2025	-	-	-	(2,29,888.32)	(2,29,888.32)
Add:	Profit for the year				(19,995.66)	(19,995.66)
Add:	Other Comprehensive Income				-	-
	Total Comprehensive Income	-	-	-	(2,49,883.98)	(2,49,883.98)
Less:	Issue of Bonus shares					-
Less:	Transfer to general reserves					-
	As at 31st March 2026	-	-	-	**(2,49,883.98)**	**(2,49,883.98)**

Birla Precision GMBH - INR

Sr. No.	Particulars	Reserves and Surplus				
		Capital Reserves	Securities Premium Reserve	General Reserves	Retained Earnings	Total Other Equity
	As at 1st April 2025	-	-	-	(2,10,66,079.69)	(2,10,66,079.69)
Add:	Profit for the year				(55,97,560.88)	(55,97,560.88)
Add:	Other Comprehensive Income				-	-
	Total Comprehensive Income	-	-	-	(2,66,63,640.57)	(2,66,63,640.57)
Less:	Issue of Bonus shares					-
Less:	Transfer to general reserves					-
	As at 31st March 2026	-	-	-	**(2,66,63,640.57)**	**(2,66,63,640.57)**

Note 1 Background of the Company

Birla Precision Technologies Limited GMBH (hereinafter refered to as BPTL GMBH) is wholly owned subsidiary of Birla Precision Technologies Limited. The company was incorporated on 30th November 2021 The compnay is into busienss of trading of cutting tools.

Significant Accounting Policies

a Statement of compliance

The company has prepared the financials statement for the period ended 31st December 2025 in accordance with Indian Accounting Standard (Ind AS) under the Companies (Indian Accounting Standards) Rule 2015.
The maintenance of accounts and audit is not mandatory in the country of incorporation, hence the data is compiled and prepared based the available financial details.

b Statement of compliance

These financial statements have been prepared on the historical cost basis.
The financial statement is presented into Euro which is the functional currency of the company.
The Company has consistently applied the following accounting policies to all periods presented in these financial statements

c Exchange Rate

The exchange rate used is for revenue and expenses it is taken on average rate and for closing balance at the year end rate, the exchange difference is accounted as exchange gain or loss in the income statement.

e Current tax

The current tax is taken as paid by the compnay as per the rule of the country of incorporation

f Inventories

Inventories is taken as valued and certified by the management

Birla Precision Technologies GMBH

Notes forming part of the Financial Statements for the year ended 31st March 2026

Note 3 TRADE RECEIVABLES

Sr. No.	Particulars	As at 31.03.2026	As at 31.03.2026
	Unsecured, considered good :		
	Considered good	-	-
	Considered doubtful	-	-
	Less: Provision for doubtful debts	-	-
		-	-
	Other considered good	62,202.38	67,80,457.52
	Total	**62,202.38**	**67,80,457.52**
3.1	**Undisputed trade receivables - considered good**		
	Less than 6 Months	-	-
	6 Months - 1 year	-	-
	1 - 2 years	-	-
	2 - 3 years	-	-
	More than 3 years	-	-
	Total	-	-
3.2	**Disputed trade receivables - considered good**		
	Less than 6 Months	-	-
	6 Months - 1 year	-	-
	1 - 2 years	-	-
	2 - 3 years	-	-
	More than 3 years	-	-
	Total	-	-

Note 4 CASH AND CASH EQUIVALENTS

Sr. No.	Particulars	As at 31.03.2026	As at 31.03.2026
A)	Balances with Banks	38,701.83	42,18,747.16
B)	Deposits with Banks	-	-
	Total	**38,701.83**	**42,18,747.16**

Note 5 OTHER FINANCIAL ASSETS

Sr. No.	Particulars	As at 31.03.2026	As at 31.03.2026
	<u>Current</u>		
	Unsecured; considered good :		
	Deposits with Others	3,780.00	4,12,044.19
	Total - Current	**3,780.00**	**4,12,044.19**

Note 6 CURRENT TAX ASSETS (NET)

Sr. No.	Particulars	As at 31.03.2026	As at 31.03.2026
	Tax deducted at source	4,395.39	4,79,125.64
	VAT Refundable	7,107.85	7,74,801.14
	Total	**11,503.24**	**12,53,926.78**

Note 2 INVENTORIES

Sr. No.	Particulars	As at 31.03.2026	As at 31.03.2026
	Raw Materials and Components	-	-
	Semi-Finished Goods	-	-
	Finished Goods	52,891.80	57,65,544.71
	Stock-in Trade	-	-
	Stores, Cutting Tools and Packing Materials	-	-
	Total	**52,891.80**	**57,65,544.71**

Note 7 EQUITY SHARE CAPITAL

Sr. No.	Particulars	As at 31.03.2026	As at 31.03.2026
A)	**AUTHORISED SHARE CAPITAL**		
	25000 Equity Shares as fully paid-up of Euro 1 Each	25,000.00	21,49,847.50
	Total	**25,000.00**	**21,49,847.50**
B)	**ISSUED, SUBSCRIBED & PAID UP SHARE CAPITAL**		
	25000 Equity Shares as fully paid-up of Euro 1 Each	25,000.00	21,49,847.50
	Total	**25,000.00**	**21,49,847.50**

Note 8 OTHER EQUITY

Sr. No.	Particulars	As at 31.03.2026	As at 31.03.2026
A)	General Reserves	-	-
B)	Retained Earnings	(2,49,883.98)	(2,66,63,640.57)
	Total (A to D)	**(2,49,883.98)**	**(2,66,63,640.57)**

Note 9	BORROWINGS		
Sr. No.	Particulars	As at 31.03.2026	As at 31.03.2026
	Current		
	Unsecured Loans		
	From Bodies Corporates	1,50,573.00	1,64,13,420.67
	From Other	-	-
	Subtotal (B)	1,50,573.00	1,64,13,420.67
	Total - Current	**1,50,573.00**	**1,64,13,420.67**

Note 10	TRADE PAYABLES		
Sr. No.	Particulars	As at 31.03.2026	As at 31.03.2026
	Current		
	Micro, Small and Medium Enterprises	-	-
	Parent Compnay	2,43,390.23	2,65,31,092.77
	Others	-	-
	Total - Current	**2,43,390.23**	**2,65,31,092.77**

Note 11	OTHER CURRENT LIABILITIES		
Sr. No.	Particulars	As at 31.03.2026	As at 31.03.2026
	Current		
	Advances from Customers	-	-
	Payable to employees	-	-
	Statutory Liabilities	-	-
	Total - Current	-	-

Note 12	PROVISIONS		
Sr. No.	Particulars	As at 31.03.2026	As at 31.03.2026
	Current		
A)	**Provision for Employee Benefits**		
	Gratuity	-	-
	Leave benefits	-	-
	Sub Total	-	-
B)	Provision for expenses	-	-
	Total - Current	-	-

Note 13	REVENUE FROM OPERATIONS		
Sr. No.	Particulars	For the year ended 31st Mar 2026	For the year ended 31st Mar 2026
	Sale of Products	1,37,828.63	1,41,22,267.72
	Sale of Services	10,560.85	10,82,091.23
	Other operating revenue	-	-
	Revenue from operations	**1,48,389.48**	**1,52,04,358.95**

Note 14	PURCHASES OF STOCK-IN-TRADE		
Sr. No.	Particulars	For the year ended 31st Mar 2026	For the year ended 31st Mar 2026
	Files	1,03,549.27	1,06,09,918.37
	Total	**1,03,549.27**	**1,06,09,918.37**

Note 15	CHANGES IN INVENTORIES OF FINISHED GOODS, SEMI-FINISHED GOODS AND STOCK-IN-TRADE		
Sr. No.	Particulars	For the year ended 31st Mar 2026	For the year ended 31st Mar 2026
	Inventories at the end of the year		
	Finished Goods	52,891.80	57,65,544.71
	Semi-Finished Goods	-	-
	Stock-in-Trade	-	-
		52,891.80	**57,65,544.71**
	Inventories at the beginning of the year		
	Finished Goods	70,066.67	64,68,877.28
	Semi-Finished Goods	-	-
	Stock-in-Trade	-	-
		70,066.67	**64,68,877.28**
	Change in Inventories		
	Finished Goods	17,174.87	7,03,332.57
	Semi-Finished Goods	-	-
	Stock-in-Trade	-	-
	Total	**17,174.87**	**7,03,332.57**

Note 16	EMPLOYEE BENEFITS EXPENSE		
Sr. No.	Particulars	For the year ended 31st Mar 2026	For the year ended 31st Mar 2026
	Salaries, Wages and Bonus	-	-
	Contribution to Provident and Other Funds	-	-
	Staff Welfare Expenses	-	-
	Total	-	-

Note 17	FINANCE COSTS		
Sr. No.	Particulars	For the year ended 31st Mar 2026	For the year ended 31st Mar 2026
	Interest Expenses:		
	Fixed Loan	-	-
	Other	-	-
	Bank charges	469.50	48,106.15
	Total	**469.50**	**48,106.15**

Note 18	OTHER EXPENSES		
Sr. No.	Particulars	For the year ended 31st Mar 2026	For the year ended 31st Mar 2026
A)	**Administrative, Selling and Other Expenses:**		
	Rent	7,639.50	7,82,762.36
	Rates and taxes	8,201.00	8,40,295.07
	Postage and telephone	-	-
	Stores, cutting tools and packing materials consumed	-	-
	Insurance	-	-
	Travelling and conveyance	-	-
	Foreign travelling expenses	-	-
	Vehicle expenses	-	-
	Advertisement , publicity etc.	-	-
	Sales promotion and other selling expenses	-	-
	Sales commission	23,267.96	23,84,093.64
	Freight on sales	234.00	23,976.23
	Training and welfare expenses	-	-
	Training expenses skill of poor youth	-	-
	Legal and professional fees	7,752.08	7,94,297.59
	Security services	-	-
	Software maintenance expenses	-	-
	Sundry balances written off	-	-
	Exchange rate variation loss (Net)	-	46,05,203.08
	Miscellaneous expenses	96.96	9,934.77
	Sub Total (B)	**47,191.50**	**94,40,562.74**
	Total (A+B)	**47,191.50**	**94,40,562.74**

Birla Precision Technologies GMBH

Note 19 Related Party Transaction

The related party transaction is with the wholly owned parent company, the details are as below

Nature of Balance /Transactions	Euro	INR
1. Share Capital	25,000.00	21,49,847.50
2. Purchase	1,03,549.27	1,06,09,918.37
3. Trade Payables	2,43,390.23	2,65,31,092.77
4. Borrowings	1,50,573.00	1,64,13,420.67

Note 20 The Parent Company has passes a resolution in its Board Meeting dated.......... for continuing of the subsidiary operations of Germany.

Note 21 The Debtors, Creditors and advances balances are subject to confirmation.

As per our attached report of even date
For M/s. MDSS & Associates
Chartered Accountants
Firm Registration No. 140720W

M D S S & ASSOCIATES
FRN No. 140720W
Aurangabad
Chartered Accountants

Sachin P. Sahuji
Partner
Membership No. 149639
Place: Chh. Sambhajinagar
Date: 7th May, 2026

For & on Behalf of
Birla Precision Technologies GMBH

BIRLA PRECISION TECHNOLOGIES LIMITED
MUMBAI

Santhosh Kumar
Director
DIN No. 08686131