

B SARIYA & ASSOCIATES

CHARTERED ACCOUNTANTS

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Mumbai - 400 092.
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INDEPENDENT AUDITORS' REPORT

To,

The Members of M/s. **Birla Engineering Private Limited**

Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the accompanying Standalone financial statements of M/s. **Birla Engineering Private Limited** ("the Company") which comprises the Balance Sheet as at March 31, 2022, the Statement of Profit and Loss and statement of cash flows for the period then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

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 read with the Companies (Accounting Standards) Rules, 2006, as amended ("Accounting Standards") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022, and profit/loss and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing ("SAs") specified under section 143(10) of the Companies Act, 2013. 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 together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence



we have obtained is sufficient and appropriate to provide a basis for our 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 Directors report 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.

Responsibilities of Management for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone 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 accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and



presentation of the 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.

Those Board of Directors are also responsible for overseeing the company's financial reporting process.

Auditor's Responsibility 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 scepticism 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 control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the



company has adequate internal financial controls system in place and the operating effectiveness of such controls.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- 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.



Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "Annexure A" a statement on the matters specified in the paragraphs 3 and 4 of the Order.
2. As required by section 143(3) of the Act, 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 statement of cash flow dealt with by this Report are in agreement with the books of account.
 - d. In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - e. On the basis of written representations received from the directors as on 31st March 2022, taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2022, from being appointed as a director in terms of Section 164(2) of the Act.
 - f. The provisions of the reporting on adequacy of the internal financial controls over financial reporting of the Company are not applicable to the Company as per MCA Notification No.464(E) dated June 13, 2017 being a private limited company having a turnover not more than Rs.50 Crore as on the balance sheet date or does having aggregate borrowings exceeding Rs.25 Crore from any bank or financial institution at any point of time during the financial period.
 - g. In our opinion and to the best of our information and according to the explanations given to us, we report as under with respect to other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2016:
 - i) The Company does not have any pending litigations which would impact its financial position.



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

(b) The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("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;

(c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement
- v) In our opinion and to the best of our information and according to the explanations given to us, the Company being a private company, section 197 of the Act related to the managerial remuneration is not applicable.



- vi) Since the Company has not declared/paid any dividend during the year, Section 123 of the act is not applicable.

For and on behalf of

B. SARIYA & ASSOCIATES

Chartered Accountants

ICAI Firm Regn. No. 109284W



A handwritten signature in blue ink that reads "Rachit". The signature is written over a horizontal line.

(Rachit Sariya)

Partner

Membership No. 186938

Place : Mumbai

Date : August 29, 2022

UDIN: 22186938AUJCZY4120

Annexure “A” to Independent Auditor’s Report

Annexure referred to in Paragraph 1 of “Report on Other Legal and Regulatory Requirements” of our Independent Auditor’s Report of even date to the members of Birla Accucast Private Limited (“the Company”) on the financial statements for the year ended 31st March 2022.

As required by the Companies (Auditors Report) Order, 2020 and according to the information and explanations given to us during the audit and on the basis of such checks of the books and records as were considered appropriate we report that:

- i) a) The company has no fixed assets as on 31st March 2022 and hence paragraph 3(i)(a) is not applicable.
- b) The company has no fixed assets as on 31st March 2022 and hence paragraph 3(i)(b) is not applicable.
- c) The company has no immovable properties as on 31st March 2022 and hence paragraph 3(i)(c) is not applicable.
- d) The company has no fixed assets as on 31st March 2022 and hence paragraph 3(i)(a) is not applicable.
- e) According to information and explanations given to us, no proceedings have been initiated during the year or are pending against the Company as at March 31, 2022 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.
- ii) a) The company has no inventories as on 31st March 2022 and hence paragraph 3(i)(a) is not applicable.
- b) During any point of time of the year, the Company has not been sanctioned working capital limits in excess of five crore rupees, in aggregate, from banks or financial institutions on the basis of security of current assets hence paragraph 3(ii)(b) of the Order is not applicable
- iii) During the year the Company has not made investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties. Hence paragraph 3 (iii) (a), (b), (c),(d), (e) &(f) of the Order are not applicable to the Company.
- iv) According to the information and explanations given to us the Company has not granted



any loans or provided any guarantees or security to the parties covered under the Section 185 of the Act. With regards to investments in securities and loans provided to other body corporates after enforcement of section 186 of the Act, the Company has complied with the provisions of section 186 of the Act.

- v) The Company has not accepted any deposits from the public in accordance with the provisions of sections 73 to 76 of the Act and the rules framed there under
- vi) The Central Government has not prescribed the maintenance of cost records under Section 148(1) of the Act, for the Company hence paragraph 3(vi) of the Order is not applicable.
- vii) a) Undisputed statutory dues, including Goods and Service tax, Provident Fund, Employees' State Insurance, Income-tax, Sales Tax, duty of Customs, duty of Excise, Value Added Tax, Cess and other material statutory dues applicable to the Company have been regularly deposited by it with the appropriate authorities in all cases during the year.
b) According to the information and explanation given to us and the records of the Company examined by us, there are no dues of income tax, goods and service tax, customs duty, cess and any other statutory dues which have not been deposited on account of any dispute.
- viii) As per information and explanation provided to us and procedures performed by us, there is no transactions which are not recorded in the books of account have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961)
- ix) a) In our opinion and according to the information and explanation given to us the Company has not defaulted in repayment of its dues to financial institutions. The Company did not have any outstanding dues to debenture holders during the year.
b) In our opinion and according to the information and explanation given to us the Company is not declared wilful defaulter by any bank or financial institution or other lender.
c) In our opinion and according to the information and explanation given to us, the term loans were applied for the purpose for which the loans were obtained.
d) On an overall examination of the financial statements of the Company, funds raised on short-term basis have, prima facie, not been used during the year for long-term purposes by the Company.
e) As per information and explanation provided to us and procedures performed by us, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures.
f) According to information and explanations provided to us, the Company has not raised



loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies.

- x) a) The Company has neither raised money by way of initial public offer or further public offer (including debt instruments) during the year. Accordingly, paragraph 3 (x)(a) of the Order is not applicable to the Company.
- b) The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Accordingly, Para 3(x)(b) of order is not applicable
- xi) a) According to the information & explanations given to us, no fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
- b) No report under sub-section (12) of section 143 of the Companies Act has been filed by the auditors in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
- c) As per information and explanations provided to us during the year the Company has not received any whistle blower complaints
- xii) The Company is not a Nidhi Company. Accordingly, paragraph 3 clause (xii)(a), (b) and (c) of the Order is not applicable to the Company.
- xiii) According to the information and explanations given to us and based on our examinations of the records of the Company, there are no transactions with the related parties covered under 188 of the Act. Section 177 of the Act is not applicable
- xiv) In our opinion and based on our examination, the Company does not require to comply with provision of section 138 of the Act. Hence, the provisions stated in paragraph 3(xiv) (a) to (b) of the Order are not applicable to the Company.
- xv) According to the information and explanation given to us and based on our examination of the records of the Company, the Company has not entered into any non-cash transactions with the directors or persons connected with him during the year under review. Accordingly, provisions of section 192 of Companies Act under this clause is not applicable.
- xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 and hence sub clauses (a) to (d) of this clause are not applicable.
- xvii) According to the information and explanation given to us and based on our examination of the records of the Company, the Company has not incurred any cash losses in the immediately preceding financial year.
- xviii) According to the information and explanation given to us and based on our examination of



the records of the Company there is no resignation of the statutory auditors has been taken 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, the auditor's knowledge of the Board of Directors and management plans, we are of the opinion that no material uncertainty exists as on the date of the audit report that Company is 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
- xx) According to the information and explanation given to us and based on our examination of the records of the Company has not required to spent any amount as per the section 135 of the said Act. Hence paragraph XX (a)& (b) of the Order are not applicable to the Company
- xxi) According to the information and explanation given to us and based on our examination of the records of the Company, preparation of consolidated financial statements is not applicable to the Company hence paragraph XXI of the Order is not applicable to the Company.

For and on behalf of

B. SARIYA & ASSOCIATES

Chartered Accountants

ICAI Firm Regn. No. 109284W



Rachit

(Rachit Sariya)

Partner

Place : Mumbai

Date : August 29, 2022

UDIN: 22186938 AU JCZY 4120

Membership No. 186938

Birla Engineering Private Limited

Balance sheet as at 31st March, 2022

(₹ in Lakhs)

Sr. No.	Particulars	Note No.	As at 31st March 2022
I.	ASSETS		
	NON-CURRENT ASSETS		
(a)	Property, plant and equipment	2	-
(b)	Capital work-in-progress	2	-
(c)	Intangible assets	2	-
(d)	Intangible assets under development		-
(e)	Financial assets	3	-
	(i) Investments	4	-
	(ii) Loans	5	-
	(iii) Other Financial Assets	6	-
(f)	Other non-current assets		-
	Merger / Amalgamation		-
	Total Non - Current Assets		-
	CURRENT ASSETS	8	-
(a)	Inventories		-
(b)	Financial assets	3	-
	(i) Investments	9	-
	(ii) Trade receivables	10	1.96
	(iii) Cash and cash equivalents	11	-
	(iv) Bank balances other than (iii) above	4	-
	(v) Loans	5	-
	(vi) Other Financial Assets	6	0.04
(c)	Other current assets		-
(d)	Current tax assets (Net)	7	2.00
	Total - Current Assets		2.00
	Total Assets		2.00
II.	EQUITY AND LIABILITIES		
	EQUITY		
(a)	Equity share capital	12	1.00
(b)	Other equity	13	-
	Total - Equity		1.00
	LIABILITIES		
A	Non-Current Liabilities		
(a)	Financial liabilities	14	-
	(i) Borrowings	18	-
(b)	Provisions	19	-
(c)	Deferred tax liabilities (Net)		-
	Total Non - Current Liabilities		-
B	Current Liabilities		
(a)	Financial liabilities	14	1.00
	(i) Borrowings	15	-
	(ii) Trade payables	16	-
	(iii) Other financial liabilities	17	-
(b)	Other current liabilities	18	-
(c)	Provisions	20	-
(d)	Current tax liabilities (Net)		1.00
	Total - Current Liabilities		1.00
	Total Equity and Liabilities		2.00

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

As per our attached report of even date
For M/s. B. Sariya & Associates
Chartered Accountants
Firm Registration No. 109284W

For and on behalf of Board of Directors

Rachit

Rachit Sariya
Partner
Membership No. 186938

Place: Mumbai
Date: August 29, 2022



R. Santhosh Kumar
SANTHOSH KUMAR
Director
DIN: 08686131

R. Rekha Gupta
REKHA GUPTA
Director
DIN: 09304184

Birla Engineering Private Limited

Statement of Profit and Loss for the period ended 31st March 2022

(₹ in Lakhs)

Sr. No.	Particulars	Note No.	For the period ended 31st March 2022
I.	INCOME		
	Revenue from operations	21	-
	Other income	22	-
	Total Income		-
II.	EXPENSES		
	Cost of Raw Materials and Components Consumed	23	-
	Purchases of Stock-in-Trade	24	-
	Changes in Inventories of Finished Goods, Semi-Finished Goods and Stock-in-Trade	25	-
	Employee benefits expense	26	-
	Finance costs	27	-
	Depreciation and amortization expense	28	-
	Other expenses	29	-
	Total Expenses		-
III.	Profit / (Loss) before exceptional items and tax		-
IV.	Exceptional item		-
V.	Profit / (Loss) before tax (III - IV)		-
VI.	Tax expense:		-
	(1) Current tax		-
	(2) Short/(Excess) Provision Previous Financial Year		-
	(3) MAT Credit		-
	(4) Deferred tax		-
VII.	Profit/(Loss) for the period (V-VI)		-
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)		-
	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

As per our attached report of even date
 For M/s. B. Sariya & Associates
 Chartered Accountants
 Firm Registration No. 109284W

For and on behalf of Board of Directors

Rachit

Rachit Sariya
 Partner
 Membership No. 186938



Santhosh
 SANTHOSH KUMAR
 Director
 DIN: 08686131

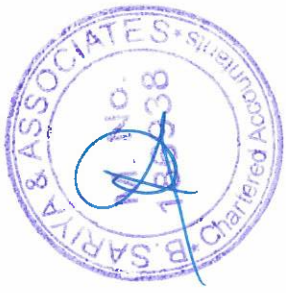
Rekha
 REKHA GUPTA
 Director
 DIN: 09304184

Place: Mumbai
 Date : August 29, 2022

Birla Engineering Private Limited

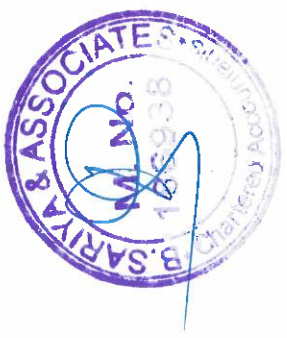
Statement of Changes in Equity for the period ended 31st March 2022

(B) OTHER EQUITY		Reserves and Surplus				Total Other Equity
Sr. No.	Particulars	Capital Reserves	Securities Premium Reserve	General Reserves	Retained Earnings	
	As at 1st April, 2021	-	-	-	-	-
Add:	Profit for the year	-	-	-	-	-
Add:	Other Comprehensive Income	-	-	-	-	-
	Total Comprehensive Income	-	-	-	-	-
Less:	Issue of Bonus shares	-	-	-	-	-
Less:	Transfer to general reserves	-	-	-	-	-
	As at 31st March, 2022	-	-	-	-	-



Birla Engineering Private Limited

Description of Assets	GROSS BLOCK			DEPRECIATION			NET BLOCK			
	As on 01.04.2021	Additions	Deductions / Adjustments	As on 31.03.2022	Up to 01.04.2021	For the Year	Deductions / Adjustments	Up to 31.03.2022	As on 31.03.2022	As on 31.03.2021
(A) Tangible Assets										
Leasehold Land										
Buildings										
Plant & Machinery										
Furniture & Fixtures										
Office Equipments										
Vehicles										
Total Tangible Assets (A)										
(B) Capital Work - in Progress										
(C) Intangible Assets										
Technical Knowhow Fee										
Software										
Total Intangible Assets (C)										
Total Intangible Assets Under Development										
Technical Knowhow Fee										
Software										
Total Intangible Assets Under Development (D)										
Total Property, Plant and Equipment (A+B+C+D)										



Notes to financial statements for the year ended 31st March, 2022

General Information:

Birla Engineering Private Limited (the Company) is a Private Limited Company incorporated in India having its registered office at 23, Birla Mansion No.2, 1st Floor, D. D. Sathe Marg, Prarthana Samaj, Mumbai, Maharashtra, 400004, India. The Company is engaged in the business of manufacture of special purpose machinery and other allied activities.

Significant accounting policies followed by the Company

A) Basis of preparation of financial statements:

The financial statements comply in all material aspects with Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013 and other relevant provisions of the Act.

Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy used in preparation of financial statements.

B) Use of estimates and judgements

The preparation of financial statements in conformity with the generally accepted accounting principles requires estimates and assumptions to be made by the management that affect the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Differences between actual results and estimates are recognized in the period in which the results are crystallized. Appropriate changes in estimates are made as the management becomes aware of changes in circumstances surrounding the estimates.

Estimation of uncertainties relating to the global health pandemic from COVID-19:

The Company has considered the possible effects that may result from COVID-19 in the preparation of these financial statements. The impact of COVID-19 on the company's financial statements may differ from that estimated as at the date of approval of these financial statements.

(C) Revenue recognition:

(i) Revenue from the sale of goods is recognized upon the passage of title to the customers, which generally coincides with delivery

(ii) Export sales are accounted based on the dates of Bill of Lading.

(iii) Interest Income is accrued on time proportion basis over the period of loan / deposit / investment except in case of significant uncertainties.

(D) Property, Plant and Equipment:

(a) All items of property, plant and equipment are stated at historical cost less depreciation. Historical cost includes expenditure that is directly attributable to the acquisition of the items. Cost may also include hedges of foreign currency purchases of property, plant and equipment. Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associates with the item will flow to the Company and the cost of the item can be measured reliably. All other repairs and maintenance are charged to profit or loss during the reporting period in which they are incurred.

(b) Depreciation methods, estimated useful lives and residual value:

(i) Depreciation: The Company has ascertained the useful life of its various assets and charged depreciation in accordance with Schedule II of the Companies Act, 2013.

(ii) Leasehold Land is amortized over the period of lease.

(iii) The useful lives have been determined based on technical evaluation done by the management's expert in order to reflect the actual usage of the assets. The residual values are not more than 5% of the original cost of the asset. The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period.

(iv) An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

(v) Gains and losses on disposals are determined by comparing proceeds with carrying amount. These are included in statement of profit and loss.

(E) Intangible Assets:

Computer Software and Technical Know-How are amortized over a period of 3 years from the date of acquisition.

(F) Capital Work in Progress:

Expenditure during construction period including development cost incurred on the projects under implementation are treated as pre-operative expenses pending allocation to the assets and are included under "Capital Work in Progress". These expenses are apportioned to fixed assets on commencement of commercial production.

(G) Impairment of Assets:

An asset is treated as impaired when the carrying cost of the asset exceeds its recoverable value. An impairment loss, if any, is charged to statement of profit and loss in the year in which an asset is identified as impaired. The impairment loss recognized in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.

(H) Valuation of Inventory:

(a) Raw Materials and components, semi-finished goods, finished goods, stores and spares, goods for trade are valued at cost or net realizable value whichever is lower. Cost formula used is weighted average cost. Cost comprises of cost of purchase, cost of conversion and other cost incurred in bringing the inventory to its present location and condition.

(b) Goods / Materials in Transit are valued at cost to date.

(c) Scrap is valued at its estimated realizable value.

(d) Adequate provisions are made for obsolete inventory based on technical estimates made by the Company.



(I) Foreign Currency Transactions:

Transactions arising in foreign currencies during the year are converted at the rates closely approximating the rates ruling on the transaction dates. Liabilities and receivables in foreign currency are restated at the year end exchange rates. All exchange rate differences arising from conversion in terms of the above are included in the statement of profit and loss.

In case of items which are covered by forward exchange contracts, the difference between the year end rate and rate on the date of contract is recognised as exchange difference and the premium paid on forward contracts is recognised over the life of the contract.

(J) Employee Benefits:**(i) Short-term obligations:**

Liabilities for wages and salaries, including non-monetary benefits that are expected to be settled wholly within 12 months after the end of the period in which the employees render the related service are recognised in respect of employees' services up to the end of the reporting period and are measured at the amounts expected to be paid when the liabilities are settled. The Liabilities are presented under current liabilities in the balance sheet.

(ii) Other long-term employee benefit obligations:

The liabilities for earned leave are measured as the present value of expected future payments to be made in respect of services provided by employees up to the end of the reporting period using the projected unit credit method. The benefits are discounted using the market yields at the end of the reporting period that have terms approximating to the terms of the related obligation. Remeasurements as a result of experience adjustments and changes in actuarial assumptions are recognised in statement of profit and loss.

(iii) Post-employment obligations:

(a) Defined contribution plans: Company's contribution to the provident fund scheme is recognized during the year in which the related service is rendered.

(b) Defined benefit plans: The liability or asset recognised in the balance sheet in respect of gratuity plans is the present value of the defined benefit obligation at the end of the reporting period less the fair value of plan assets. The defined benefit obligation is calculated annually by actuaries using projected unit credit method.

(c) The net interest cost is calculated by applying the discount rate to the net balance of the defined benefit obligation and the fair value of plan assets. This cost is included in employee benefit expense in the statement of profit and loss.

(d) Remeasurement gains and losses arising from experience adjustments and changes in actuarial assumptions are recognised in the period in which they occur, directly in other comprehensive income. They are included in retained earnings in the statement of changes in equity and in the balance sheet.

(e) Changes in present value of the defined benefit obligation resulting from plan amendments or curtailments are recognised immediately in profit or loss as past service cost.

(f) Long Term compensated absences are provided on the basis of an actuarial valuation.

(K) Research and Development Costs:

Revenue expenditure, including overheads on research and development, is charged as an expense through the natural heads of account in the year in which incurred. Expenditure incurred at development phase, where it is reasonably certain that outcome of research will be commercially exploited to yield economic benefits to the Company, is considered as an Intangible assets and depreciation is provided on such assets as applicable.

(L) Investments:

Current investments are carried at lower of cost or fair value. Long term investments are carried at cost less provision for other than temporary decline in the value of such investments. Investment in subsidiaries are valued at cost.

(M) Borrowing Cost:

General and specific borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalised during the period of time that is required to complete and prepare the assets for its intended use or sale. Qualifying assets are assets that necessarily take a substantial period of time to get ready for their intended use or sale. Other borrowing costs are expensed in the period in which they are incurred.

(N) Taxation:

Income tax expense comprises Current tax and Deferred tax charge or credit. Provision for Current tax is made on the assessable income at the tax rate applicable to the relevant assessment year. Minimum alternative tax (MAT) paid in accordance with the tax laws, which gives rise to future economic benefits in the form of adjustment of future income tax liability, is considered as an asset if there is convincing evidence that the Company will pay normal income tax.

Accordingly, MAT is recognized as an asset in the balance sheet when it is probable that the future economic benefit associated with it will flow to the Company and the asset can be measured reliably. The deferred tax asset and/or deferred tax liability is calculated by applying substantively enacted rate as at balance sheet date. Deferred tax assets arising mainly on account of brought forward losses and unabsorbed depreciation is recognized if and only if there is virtual certainty backed by convincing evidence of its realization. At each balance sheet date carrying amount of deferred tax assets is reviewed to reassure realization.

(O) Share Issue Expenses:

Issue expenses are adjusted against the Share Premium.

(P) Government Grant/Loan:

Capital grants for project capital subsidy are credited to capital reserves.

(Q) Provisions, Contingent Liabilities and Contingent Assets:

Provisions involving a substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent Liabilities are not recognized but are disclosed in the notes. Contingent Assets are neither recognized nor disclosed in the financial statements.



Birla Engineering Private Limited

Notes forming part of the Financial Statements for the period ended 31st March, 2022

(₹ in Lakhs)

Note 3	INVESTMENTS	
Sr. No.	Particulars	As at 31st March 2022
	<u>Non-Current</u>	
	<u>Carried at cost:</u>	
	In equities unquoted	-
	In subsidiaries unquoted	-
	Total Non - Current	-
	<u>Current</u>	
	In equities unquoted	-
	In subsidiaries unquoted	-
	Total - Current	-
Note 4	LOANS	
Sr. No.	Particulars	As at 31st March 2022
	<u>Non-Current</u>	
	<u>Unsecured; considered good :</u>	
	Loan & Advance to Employees	-
	Total Non - Current	-
	<u>Current</u>	
	<u>Unsecured; considered good :</u>	
	Loans and advances	-
	Less: Provision for doubtful advances	-
	Loan & Advance to Employees	-
	Loan & Advance to Others	-
	Less: Provision for doubtful advances	-
	Total - Current	-
Note 5	OTHER FINANCIAL ASSETS	
Sr. No.	Particulars	As at 31st March 2022
	<u>Non-Current</u>	
	<u>Unsecured; considered good :</u>	
	Total Non - Current	-
	<u>Current</u>	
	<u>Unsecured; considered good :</u>	
	Deposits with Others	-
	Total - Current	-



Note 6		OTHER ASSETS
Sr. No.	Particulars	As at 31st March 2022
	Non-Current	
	Unsecured; considered good :	
	Capital Advances	-
	Less: Provision for doubtful advances	-
	Total Non - Current	-
	Current	
	Unsecured; considered good :	
A)	Advances Paid to Suppliers/Services	0.04
B)	Balances with Government Authorities :	
	Cenvat Credit and export incentive receivable	-
	Goods & Service Tax	-
	Sub Total (B)	-
C)	Others :	
	Prepaid Expenses	-
	Pre-operative expenses	-
	Share Subscription Money receivable	-
	Interest accrued on fixed deposits and others	-
	Less: Written off during the year	-
	Sub Total (C)	-
	Total - Current (A+B+C)	0.04
Note 7		CURRENT TAX ASSETS (NET)
Sr. No.	Particulars	As at 31st March 2022
	Tax deducted at source	-
	Mat Credit Entitlement	-
	Income Tax Refund Receivable	-
	Total	-
Note 8		INVENTORIES
Sr. No.	Particulars	As at 31st March 2022
	Raw Materials and Components	-
	Semi-Finished Goods	-
	Finished Goods	-
	Stock-in Trade	-
	Stores, Cutting Tools and Packing Materials	-
	Total	-



Note 09 TRADE RECEIVABLES		
Sr. No.	Particulars	As at 31st March 2022
	Unsecured, considered good :	
	Considered good	-
	Considered doubtful	-
	Less: Provision for doubtful debts	-
	Other considered good	-
	Total	-
9.1	Undisputed trade receivables - considered good	
	Less than 6 Months	-
	6 Months - 1 year	-
	1 - 2 years	-
	2 - 3 years	-
	More than 3 years	-
	Total	-
9.2	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 10 CASH AND CASH EQUIVALENTS		
Sr. No.	Particulars	As at 31st March 2022
A)	Balances with Banks	1.96
B)	Deposits with Banks	-
C)	Cheques on hand	-
D)	Cash on Hand	-
	Total	1.96
Note 11 OTHER BANK BALANCES		
Sr. No.	Particulars	As at 31st March 2022
	Balances in Margin Money Account	-
	Total	-



Note 12 EQUITY SHARE CAPITAL		
Sr. No.	Particulars	As at 31st March 2022
A)	AUTHORISED SHARE CAPITAL 10,000 (0) Equity Shares of ₹ 10/- each Total	1.00 1.00
B)	ISSUED, SUBSCRIBED & PAID UP SHARE CAPITAL 10,000 (0) Equity Shares as fully paid-up Total	1.00 1.00
12.1	The reconciliation of the number of shares outstanding is set out below:	
	Equity Shares	As at 31st March 2022
	At the beginning of the year (No. of Shares)	-
	At the beginning of the year (₹ in Lakhs)	-
	Issued during the year (No. of Shares)	10,000
	Issued during the year (₹ in Lakhs)	1.00
	Outstanding at the end of the year (No. of Shares)	10,000
	Outstanding at the end of the year (₹ in Lakhs)	1.00
	The Company has only one class of equity shares having a par value of ₹ 10/- Each holder of equity shares is entitled to one vote per share. The Company declares and pays dividend if any, in Indian rupees. The dividend proposed if any, by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting.	
12.2	The details of Shareholders holding more than 5% shares:	
	Particulars	As at 31st March 2022
	Equity shares of ₹ 10/- each fully paid	
	Birla Precision Technologies Limited (No. of Shares)	9,999
	Birla Precision Technologies Limited (% held)	99.99
	As per records of the company, including its register of shareholders / members and other declarations received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownerships of shares.	
12.3	Promoters shareholding as on 31st March, 2022	
	Birla Precision Technologies Limited (No. of Shares)	9,999
	Birla Precision Technologies Limited (% held)	99.99%
	Mr. Santosh Kumar (No. of shares) - as a Nominee of Birla Precision Technologies Limited	1
	Mr. Santosh Kumar (% held)	0.01%
Note 13 OTHER EQUITY		
Sr. No.	Particulars	As at 31st March 2022
A)	Capital Reserve	-
B)	Securities Premium Reserve	-
C)	General Reserves	-
D)	Retained Earnings	-
	Total (A to D)	-



Note 14		BORROWINGS	
Sr. No.	Particulars	As at 31st March 2022	
A)	Non-Current		
	Secured Loans		
	Vehicle Loans :		
	Car Loan		-
	Sub Total (A)		-
B)	Unsecured Loans		
	Current maturities of long-term borrowings		-
	Total Non - Current		-
A)	Current		
	Secured Loans		
	Working Capital Loans From Banks		
	Foreign Currency Loan		-
	Rupee Loan		-
	Subtotal (A)		-
B)	Unsecured Loans		
	From Bodies Corporates		1.00
	From Other		-
	Subtotal (B)		1.00
	Total - Current		1.00
Security and Salient Terms:			

Note 15		TRADE PAYABLES	
Sr. No.	Particulars	As at 31st March 2022	
	Current		
	Micro, Small and Medium Enterprises		-
	Others		-
	Total - Current		-

Disclosures relating to amounts payable as at the year end together with interest paid/payable to Micro and Small Enterprises have been made in the accounts, as required under the Micro, Small and Medium Enterprises Development Act, 2006 to the extent of information available with the Company determined on the basis of intimation received from suppliers regarding their status and the required disclosure are give below:

Particulars		As at 31st March 2022
	Principal amount due and remaining unpaid	-
	Interest due on above and the unpaid interest	-
15.1	Ageing of trade payables as on 31st March, 2022	
(i)	MSME	
	Less than 1 year	-
	1 - 2 years	-
	2 -3 years	-
	More than 3 Years	-
	Total	-
(ii)	Others	
	Less than 1 year	-
	1 - 2 years	-
	2 -3 years	-
	More than 3 Years	-
	Total	-
(iii)	Disputed MSME	
	Less than 1 year	-
	1 - 2 years	-
	2 -3 years	-
	More than 3 Years	-
	Total	-
(iv)	Disputed Others	
	Less than 1 year	-
	1 - 2 years	-
	2 -3 years	-
	More than 3 Years	-
	Total	-



Note 16 OTHER FINANCIAL LIABILITIES		
Sr. No.	Particulars	As at 31st March 2022
	Current	
	Current maturities of long-term debts	-
	Security Deposit from dealers / others	-
	Total - Current	-
Note 17 OTHER CURRENT LIABILITIES		
Sr. No.	Particulars	As at 31st March 2022
	Current	
	Advances from Customers	-
	Payable to employees	-
	Other Current Liabilities	-
	Statutory Liabilities	-
	Total - Current	-
Note 18 PROVISIONS		
Sr. No.	Particulars	As at 31st March 2022
	Non-Current	
	Provision for Employee Benefits	
	Gratuity	-
	Leave benefits	-
	Total Non - Current	-
	Current	
A)	Provision for Employee Benefits	
	Gratuity	-
	Leave benefits	-
	Sub Total	-
B)	Provision for expenses	-
	Total - Current	-
Note 19 DEFERRED TAX LIABILITIES		
Sr. No.	Particulars	As at 31st March 2022
	Deferred Tax Liability	
	Related to fixed assets	-
	Deferred Tax Assets	
	Disallowances under the Income Tax Act, 1961	-
	Total	-
Note 20 CURRENT TAX LIABILITIES (NET)		
Sr. No.	Particulars	As at 31st March 2022
	Provision for Current Tax	-
	Total	-



Note 21 REVENUE FROM OPERATIONS		
Sr. No.	Particulars	For the period ended 31st March 2022
	Sale of Products	-
	Sale of Services	-
	Other operating revenue	-
	Revenue from operations	-
Note 22 OTHER INCOME		
Sr. No.	Particulars	For the period ended 31st March 2022
	Interest:	
	From Bank deposits	-
	From Others	-
	Exchange rate difference (Net)	-
	Sundry balances written back (Net)	-
	Miscellaneous Income	-
	Total	-
Note 23 COST OF RAW MATERIALS AND COMPONENTS CONSUMED		
Sr. No.	Particulars	For the period ended 31st March 2022
	Inventory at the beginning of the year	-
	Add : Purchases	-
	Less : Inventory at the end of the year	-
	Cost of Raw Materials and Components Consumed	-
Note 24 PURCHASES OF STOCK-IN-TRADE		
Sr. No.	Particulars	For the period ended 31st March 2022
	Files	-
	Total	-
Note 25 CHANGES IN INVENTORIES OF FINISHED GOODS, SEMI-FINISHED GOODS AND STOCK-IN-TRADE		
Sr. No.	Particulars	For the period ended 31st March 2022
	Inventories at the end of the year	
	Finished Goods	-
	Semi-Finished Goods	-
	Stock-in-Trade	-
	Inventories at the beginning of the year	
	Finished Goods	-
	Semi-Finished Goods	-
	Stock-in-Trade	-
	Change in Inventories	
	Finished Goods	-
	Semi-Finished Goods	-
	Stock-in-Trade	-
	Total	-
Note 26 EMPLOYEE BENEFITS EXPENSE		
Sr. No.	Particulars	For the period ended 31st March 2022
	Salaries, Wages and Bonus	-
	Contribution to Provident and Other Funds	-
	Staff Welfare Expenses	-
	Total	-



Note 27 FINANCE COSTS		
Sr. No.	Particulars	For the period ended 31st March 2022
	Interest Expenses:	
	Fixed Loan	-
	Other	-
	Bank charges	-
	Total	-
Note 28 DEPRECIATION AND AMORTIZATION EXPENSES		
Sr. No.	Particulars	For the period ended 31st March 2022
	Depreciation on Tangible Assets	-
	Amortisation of Intangible Assets	-
	Total	-
Note 29 OTHER EXPENSES		
Sr. No.	Particulars	For the period ended 31st March 2022
A)	Manufacturing Expenses	
	Stores, cutting tools and packing materials consumed	-
	Sub-contracting expenses	-
	Power, fuel and water	-
	Repairs and maintenance:	
	Buildings	-
	Plant and machinery	-
	Sub Total (A)	-
B)	Administrative, Selling and Other Expenses:	
	Rent	-
	Rates and taxes	-
	Postage and telephone	-
	Printing and stationery	-
	Insurance	-
	Travelling and conveyance	-
	Foreign travelling expenses	-
	Vehicle expenses	-
	Advertisement, publicity etc.	-
	Sales promotion and other selling expenses	-
	Sales commission	-
	Freight on sales	-
	Training and welfare expenses	-
	Directors' sitting fees	-
	Auditors' remuneration (excluding service tax/GST)	-
	As Auditor	-
	For Limited Review	-
	For other service	-
	For Certifications	-
	For Reimbursement of Expenses	-
	Corporate social responsibility expenses	-
	Legal and professional fees	-
	Security services	-
	Software maintenance expenses	-
	Sundry balances written off	-
	Exchange rate variation loss (Net)	-
	Bad debts written off	-
	Provision for doubtful debts	-
	Loss on sale of fixed assets	-
	Miscellaneous expenses	-
	Sub Total (B)	-
	Total (A+B)	-

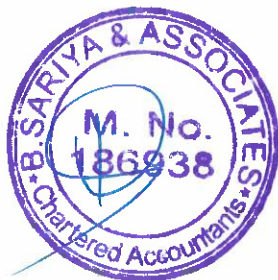


Birla Engineering Private Limited

Notes forming part of the Financial Statements for the period ended 31st March, 2022

(₹ in Lakhs)

Note 30	Earnings per equity share:		
Sr. No.	Particulars	As at 31st March 2022	
	<u>Basic/Diluted Earnings per Share</u>		
	<u>Profit/(Loss) attributable to Equity shareholders</u>	-	
		-	
	Weighted average number of equity shares		1.00
		-	
	<u>Basic/Diluted Earnings Per Share</u>		
	<u>Current</u>		
	In equities unquoted	-	
	In subsidiaries unquoted	-	
	<u>Total - Current</u>	-	
Note 31	Segment Reporting		
	In accordance with the requirements of Accounting Standard 17 "Segment Reporting", the Company's business consists of one reportable business segment i.e., "Trading Business", hence no separate disclosures pertaining to attributable Revenues, Profits, Assets, Liabilities, Capital Employed are given.		
Note 32	Related Party disclosures		
	a. List of related parties		
	Name of the Party	Relationship	
	Birla Precision Technologies Limited	Holding Company	
	Santhosh Kumar	Director	
	Rekha Gupta	Director	
	b. Transactions with Related Parties :		
	Name of Party	Nature of Transaction	As at March 31, 2022
	Birla Precision Technologies Limited	Issue of Shares	1.00
	Birla Precision Technologies Limited	Loan Taken	1.00
	c. Balance Outstanding of Related Parties :		
	Name of Party	Nature of Outstanding	As at March 31, 2022
	Birla Precision Technologies Limited	Payable	1.00



Note 33	Additional Regulatory Information Required By Schedule III To The Companies Act, 2013
	<p>1) The Company does not have any benami property held in its name. No proceedings have been initiated on or are pending against the Company for holding benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and Rules made thereunder.</p> <p>2) The Company has not been declared wilful defaulter by any bank or financial institution or other lender or government or any government authority.</p> <p>3) The Company has complied with the requirement with respect to number of layers as prescribed under section 2(87) of the Companies Act, 2013 read with the Companies (Restriction on number of layers) Rules, 2017.</p> <p>4) Utilisation of borrowed funds and share premium:</p> <p>i. The Company has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:</p> <p>(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</p> <p>(b) Provide any guarantee, security or the like to or on behalf of the ultimate beneficiaries.</p> <p>ii. 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:</p> <p>(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</p> <p>(b) Provide any guarantee, security or the like on behalf of the ultimate beneficiaries.</p> <p>5) There is no income surrendered or disclosed as income during the year in tax assessments under the Income Tax Act, 1961 (such as search or survey), that has not been recorded in the books of account.</p> <p>6) The Company has not traded or invested in crypto currency or virtual currency during the year.</p> <p>7) The Company does not have any charges or satisfaction of charges which is yet to be registered with Registrar of Companies beyond the statutory period.</p>

Note 34 Accounting ratios:

Particulars	Basis	FY 2021-22
Current Ratio	Current Assets/Current Liab	2.00
Debt Equity Ratio	Debt/ Equity	1.00
Debt service coverage ratio	EBIT/Debt	NA
Return on equity ratio	NPAT/ Equity Share Capita	-
Inventory turnover ratio	COGS/ Average Inventory	NA
Trade receivables turnover ratio	Sales/ Avg Receivables	NA
Trade payables turnover ratio	Purchases/ Avg Payables	NA
Net Capital turnover ratio	Sales/ Working Capital	-
Net Profit ratio	NPAT/ Sales	NA
Return on capital employed	NPAT/ Capital Employed	NA
Return on investment	NPAT/Cost Of Investment	NA

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

As per our attached report of even date
For M/s. B. Sariya & Associates
Chartered Accountants
Firm Registration No. 109284W

Rachit

Rachit Sariya
Partner
Membership No. 186938



For and on behalf of Board of Directors

Santhosh Kumar

SANTHOSH KUMAR
Director
DIN: 08686131

Rekha Gupta

REKHA GUPTA
Director