PH1 INDUSTRIES PRIVATE LIMITED

10th ANNUAL REPORT 2024

PH 1 INDUSTRIES PRIVATE LIMITED

BOARD OF DIRECTORS

Director

Mr S.Saravanan

Mr B.Prabakaran

Mr E.SurendraBabuDirector

Mr J.BhaskarDirector

REGISTERED OFFICE

PLOT NO 149, SURVEY NO 866/1

MEDCHAL VILLAGE MEDCHAL MANDAL,

RANGA REDDY, Telangana,

India, 501401

AUDITORS

M/s. M S P R & Co., Chartered Accountants

Unit No.5, 4th Floor, Imperial towers,

Beside Ameerpet Metro Station,

Hyderabad-500016,

BANKERS

IDBI Bank, Hyd

NOTICE

PH1 INDUSTRIES PRIVATE LIMITED

CIN:U24233TG2015PTC097503

Plot No 149, Survey No 866/1Medchal Village, Medchal Mandal, Ranga Reddy TG 501401

Notice is hereby given that the 10th Annual General Meeting of the Members of ***Ph1 Industries Private Limited*** will be held on Monday, 30th September 2024, at 10.30 a.m. at the registered office of the Company situated at Plot No 149, Survey No 866/1Medchal Village, Medchal Mandal, Ranga Reddy, TG 501401 India to transact the following business:

Ordinary Business

1. **Adoption of financial statements**

   To receive, consider and adopt the audited financial statements of the Company for the year ended March 31, 2024, including the audited Balance Sheet as at March 31, 2024, the Statement of Profit and Loss and the Cash Flow Statement for the year ended on that date and the reports of the Board of Directors ('the Board') and Auditors thereon and in this regard pass the **Ordinary Resolution**.

   "**RESOLVED THAT** the audited financial statements of the Company for the year ended March 31, 2024 together with the reports of the Directors and Auditors thereon be and are hereby received, considered, approved and adopted.

By order of the Board of Directors
For **Ph1 Industries Private Limited**

Bhaskar Jaganathan
Director
DIN: 07075035

Saminathan Saravanan
Director
DIN: 07074205

PH1 INDUSTRIES PVT. LTD. HYD.

Place: Hyderabad
Date: 20-08-2024

Notes :

1. A Member entitled to attend and vote at the Meeting is entitled to appoint a Proxy to attend and, on a poll, to vote instead of himself and the Proxy need not be a Member of the company.
2. Proxies, in order to be effective, must be received in the enclosed Proxy Form at the Registered Office of the company not less than forty-eight hours before the time fixed for the Meeting.
3. A person appointed as proxy, can act as a proxy for not more than 50 Members and holding in aggregate not more than 10% of the total paid up share capital of the Company having voting rights. A Member holding more than 10% of the paid up share capital of the Company may appoint a single person as proxy and such person appointed cannot act as proxy for any other Member.
4. A Corporate Member intending to send its authorized representatives to attend the Meeting in terms of Section 113 of the Companies Act, 2013 is requested to send to the company a certified copy of the Board Resolution authorizing such representative to attend and vote on its behalf at the Meeting.

DIRECTORS REPORT

To,

The Members,

Ph1 Industries Private Limited,

Hyderabad.

Your Directors have great pleasure in presenting the 10th Annual Report on the business and operations of the Company together with the Audited Accounts and Auditors' Report for the financial year ended March 31, 2024 containing the matters as required under Section 134(3) of the Companies Act, 2013 (the Act) and Companies (Accounts) Rules, 2014 (the Rules).

1. Financial results:

The Company's financial performances for the year under review along with previous year's figures are given hereunder

(Amounts in Thousands)

Particulars	*Year ended 31.03.2024*	*Year ended 31.03.2023*
Total Income	1,67,787	4,95,498
Total Expenses	1,58,033	4,67,064
Profit Before Tax	9,754	28,434
Less: Taxes		
Current Tax	2,390	7,853
Deferred Tax	79	54
Profit After Tax (A)	7,286	20,527

2. State of affairs and operational highlights

The Company generated total revenue of (Rs.in 000's) 1,67,787 with a Net Profit after tax of (Rs.in 000's) 7,286 during the financial year ended 31.03.2024 against total revenue of (Rs.in 000's) 4,95,498 with a Net Profit after tax of (Rs.in 000's) 20,527 during the previous financial year ended 31.03.2023.

We had a very productive year, engaging with customers in their innovation, growth and transformation initiatives, expanding and deepening our relationships, deploying very impactful solutions, and winning some of our largest deals till date.

We are entering the new fiscal year at a time when all major economies have been brought to a standstill. The impact has been very fast and widespread, and the next few months will be very difficult for everyone, individuals and organizations. On the other hand, the economic downturn is not due to any structural problem in any industry, but due to an externality that has hit the pause button on all economic activity.

Whenever that externality is removed, an equally quick recovery should follow. We are staying close to our customers, aligning ourselves to their evolving Priorities, staying lean and nimble, finding newer ways to create value, and launching newer offerings that address current imperatives. With all these strengths, we believe our relative competitiveness will only get better through the months ahead, and we will come out of this downturn, better positioned than ever to help our customers get back onto their longer-term growth and transformation journeys, and to lead in the new normal. As we navigate these uncertain times together with our customers, we look forward to your continued support.

3. **Change in nature of business**
   During the year company has not changed its nature of business.

4. **Material changes and commitment if any affecting the financial position of the Company occurred between the end of the financial year to which this Financial Statements relate and the date of the report**
   No material changes and commitments have occurred after the close of the year till the date of this Report, which affect the financial position of the Company.

5. **Subsidiaries, Joint Ventures and Associate Companies**
   The Company does not have any Subsidiary, Joint venture or Associate Company

6. **Share Capital**
   - Authorized Share Capital: The Authorized Capital of the Company as on 31.03.2024 was Rs1,00,00,000/- comprising of 10,00,000 Equity Shares of Rs.10 each.
   - Paid-up Share Capital: The Issued and Paid up Capital of the Company as on 31.03.2024 was Rs90,00,000/-comprising of 9,00,000 Equity Shares of Rs.10 each.
   - Buy Back of Securities: The Company has not bought back any of its securities during the year under review.
   - Sweat Equity: The Company has not issued any Sweat Equity Shares during the year under review.
   - Bonus Shares: The Company has not issued any Bonus Shares during the year under review.
   - Employees Stock Option: The Company has not provided any employee stock options to the employees.

7. **Deposits**
   The Company has not accepted any deposits during the year.

8. **Particulars of Loans, Guarantees or Investments made under Section 186 of the Companies Act, 2013**
   There were no loans, guarantees or investments made by the Company under Section 186 of the Companies Act, 2013 during the year under review and hence the said provision is not applicable.

9. **Particulars of contracts or arrangements made with related parties**
   All Related Party Transactions that were entered into during the financial year were on an arm's length basis and were in the ordinary course of business. Hence, the provisions of Section 188 of the Companies Act, 2013 are not attracted. Thus, disclosure in Form AOC-2 is not required. Further, there are no materially significant Related Party Transactions during the year under review made by the Company with Promoters, Directors, Managerial Personnel or other designated persons.

10. **Transfer to Reserves**
    The Company has transferred an amount of Zero to the General Reserves.

11. Dividend

The Company has not declared any dividend during the year under review.

12. Directors

As on 31.03.2024the Board of Directors of the Company (Board) comprised of 4 (Four) Directors namely Mr.Saravanan Saminathan, Mr.Prabakaran Bhaskaran, Mr.SurendraBabu Ellapparaj and Mr.Bhaskar Jaganathan. The composition of the Board is in conformity with the provisions of the Act and other applicable provisions.

13. Board Meetings

The Board met five times during the financial year 2023-2024 viz., on 03.04.2023, 21.06.2023, 01.09.2023, 23.01.2024 and 19.03.2024. The intervening gap between any two meetings was within the period prescribed by the Companies Act, 2013.

The details of the meetings held and the attendance of Directors is given below:

Director	Dates of Board Meetings and attendance				
	03.04.2023	21.06.2023	01.09.2023	04.12.2023	20.03.2024
J. Bhaskar	Yes	Yes	Yes	Yes	Yes
E. Surendra Babu	Yes	Yes	Yes	Yes	Yes
B. Prabakaran	Yes	Yes	Yes	Yes	Yes
S. Saravanan	Yes	Yes	Yes	Yes	Yes

14. Statutory Auditors

Pursuant to the Provisions of Section 139 of the Act and the rules framed thereafter, M/s. M S P R & Co., Chartered Accountants (FRN 010152S) were appointed as the Statutory Auditors of the Company to hold office from the conclusion of the 6th Annual General Meeting (AGM) held on 21.12.2020 until the conclusion of 11th AGM of the Company to be held in the year 2025 (subject to ratification of their appointment by the Members at every AGM held after the AGM held on 21.12.2020).

Pursuant to the amendment in Section 139 of the Act, requirement of ratification of appointment of Statutory Auditors at every Annual General Meeting has been omitted, accordingly the proposal for ratification of the appointment of M/s. M S P R & Co., Chartered Accountants has not been considered.

The Auditor's Report for the financial year 2023-24 does not contain any qualification, reservation or adverse remark.

15. Cost Audit

In terms of the provisions of Section 148 of the Companies Act, 2013, read with Rule 3 & 4 of The Companies (Cost Record and Audit) Rules, 2014 and all other applicable provisions of the Companies Act, 2013, the Cost Audit is not applicable to the Company

16. Secretarial Audit

In terms of the Provisions of Section 204 of the Companies Act, 2013, read with Rule 9 of The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 and all other applicable provisions of the Companies Act, 2013, the Secretarial Audit is not applicable to the Company.

17. Secretarial Standards

The Company is complying with all applicable Secretarial Standards.

18. Explanation or comments on qualifications, reservations or adverse remarks or disclaimers made by the Auditors in their reports

The Auditors' Report does not contain any qualification, reservation or adverse remark. There have been no instances of fraud reported by the Statutory Auditors under Section 143(12) of Companies Act, 2013 read with rules framed there under, either to the Company or to the Central Government.

19. Significant and material orders

There are no significant and material orders passed by the regulators or courts or tribunals impacting the going concern status and Company's operations in future.

20. Particulars of Employees

There are no employees whose details need to be reported in terms of the provisions of Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

21. Conservation of energy, research and development, technology absorption, foreign exchange earnings and outgo

The statement showing the particulars of conservation of energy is not applicable since the operations of the company are not energy intensive. Technology absorption, foreign exchange earnings and outgo as required under Sub-section (3)(m) of Section 134 of the Companies Act, 2013, read with Rule 8(3) of Companies (Accounts) Rules, 2014 is enclosed as **Annexure-I**.

22. Disclosure of composition of Audit Committee

The provisions of Section 177 of the Companies Act, 2013 read with Rule 6 and 7 of the Companies (Meetings of the Board and its Powers) Rules, 2013 is not applicable to the Company.

23. Directors' Responsibility Statement

Pursuant to Section 134(5) of the Companies Act, 2013, the Board of Directors herby confirms as under:

a) In the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures;
b) The Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit and loss of the Company for that period;
c) The Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
d) The directors have prepared the annual accounts on a going concern basis; and
e) The directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

24. Company's policy relating to director's appointment, payment of remuneration and discharge of their duties

The provisions of Section 178(1) relating to constitution of Nomination and Remuneration Committee are not applicable to the Company and hence the Company has not devised any policy relating to appointment of Directors, payment of Managerial remuneration, Directors qualifications, positive attributes, independence of Directors and other related matters as provided under Section 178(3) of the Companies Act, 2013.

25. Vigil Mechanism

The provisions of Section 177 of the Companies Act, 2013 read with Rule 7 of the Companies (Meetings of the Board and its Powers) Rules, 2013 is not applicable to the Company.

26. Corporate Social Responsibility

The Company has not developed and implemented any Corporate Social Responsibility initiatives as the said provisions are not applicable.

27. Risk Management Policy

The Company has in place a mechanism to identify, assess, monitor and mitigate various risks to key business objectives. The company's internal control systems with reference to the financial statements are adequate and commensurate with the nature of its business and the size and complexity of its operations.

28. Internal financial controls

The Board has adopted policies and procedures for ensuring the orderly and efficient conduct of its business, including adherence to the Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial disclosures.

29. Policy on prevention of Sexual Harassment at workplace

The Company has in place a Prevention of Sexual Harassment Policy in line with the requirements of The Sexual Harassment of Women at the workplace (Prevention, Prohibition & Redressal) Act, 2013. A committee has been set up to redress complaints received regarding sexual harassment. All employees (permanent, contractual, temporary, trainees) are covered under this policy.

30. Details in respect of frauds reported by Auditors under Section 143(12) other than those which are reportable to the Central Government

There were no frauds as reported by the Statutory Auditors under sub-section 12 of Section 143 of the Companies Act, 2013 along with Rules made there-under other than those which are reportable to the Central Government.

31. Independent Directors Declaration

The provisions of section 149(6) and (7) relating to appointment of Independent Directors and obtaining a statement of Declaration from Independent Directors are not applicable to the company.

32. Web address where annual return referred to in sub-section (3) of section 92 has been placed

As the company doesn't have a website, the Annual Return is not placed as required under section 92 (3) of Companies Act, 2013.

33. **Opinion of the Board with regard to integrity, expertise and experience (including the proficiency) of the Independent Directors appointed during the year.**

The provisions of section 149(6) relating to appointment of Independent Directors is not applicable to the company.

34. **Personnel**

The relationship with the employees at different levels in the Company remained cordial throughout the year. Your Directors place their appreciation for the contribution made by all the employees of the Company.

35. **Acknowledgements**

Your Directors place on record their sincere thanks to bankers, business associates, consultants, and various Government Authorities for their continued support extended to your Companies activities during the year under review. Your Directors also acknowledges gratefully the shareholders for their support and confidence reposed on your Company.

36. **Corporate Insolvency Resolution Processing Application**

There was no application made or any proceeding pending under the Insolvency and Bankruptcy Code,2016(31 of 2016) during the year along with their status as at the end of the financial year.

37. **Valuation during One Time Settlement**

During the financial year the Company has not opted for any one-time settlement scheme and hence there were no valuations made, also no difference arise.

For and on behalf of the Board of Directors of
PH1 Industries Private Limited

Bhaskar Jaganathan
Director
DIN: 07075035

Saminathan Saravanan
Director
DIN: 07074205

Place: Hyderabad
Date: 20-08-2024

PH1 INDUSTRIES PVT. LTD. HYD.

Annexure – I

Details of Conversation of Energy

(A)	**Conservation of energy-**	The consumption of energy is very less and no significant measures taken for conservation, no additional investment for the same and no significant impact on the consumptions of energy.
(i)	the steps taken or impact on conservation of energy;	
(ii)	the steps taken by the company for utilizing alternate sources of energy;	
(iii)	the capital investment on energy conservation equipment's;	
(B)	**Technology absorption-**	Nil
(i)	The efforts made towards technology absorption;	
(ii)	The benefits derived like product improvement, cost reduction, product development or import substitution;	
(iii)	In case of imported technology (imported during the last three years reckoned from the beginning of the financial year)-	Nil
(a)	The details of technology imported;	
(b)	The year of import;	
(c)	Whether the technology been fully absorbed;	
(d)	If not fully absorbed, areas where absorption has not taken place, and the reasons thereof; and	
(iv)	The expenditure incurred on Research and Development.	(in Rupees) Capital - Revenue -
(C)	**Foreign exchange earnings and outgo-** (in Rupees)	
	Foreign exchange earned in terms of actual inflows	-
	Foreign exchange outgo in terms of actual outflows	Rs.30,44,193.49

For and on behalf of the Board of Directors of

Ph1 Industries Private Limited

Bhaskar Jaganathan
Director
DIN: 07075035

Saminathan Saravanan
Director
DIN: 07074205

Place: Hyderabad
Date:20-08-2024

PH1 INDUSTRIES PVT. LTD. HYD.

INDEPENDENT AUDITOR'S REPORT

MSPR&CO., *Chartered Accountants*	Unit No.5, 4th Floor, Imperial towers, Beside Ameerpet Metro Station, Ameerpet, Hyderabad, Telangana, India - 500016. Email: info@mspr.co.in/Ph:040-23757444/040-23747444

To

The Members of **Ph1 Industries Private Limited**

Report on the audit of the financial statements

I. Opinion

We have audited the accompanying financial statements of Ph1 Industries Private Limited ("the Company"), which comprise the balance sheet as at March 31, 2024, and the Statement of Profit and Loss for the year then ended, Cash Flow Statement 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 ('Act') in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2024 its Profit for the year ended on that date.

II. Basis for opinion

We conducted our audit in accordance with the standards on auditing 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 Act and the rules there under, 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.

III. Key audit matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. Reporting of key audit matters as per SA 701, Key Audit Matters are not applicable to the Company as it is an unlisted company.

IV. Information other than the financial statements and auditors' report thereon

The Company's board of directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report including Annexures to Board's Report, Business Responsibility 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 standalone 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.

V. **Management's responsibility for the financial statements**

The Company's board of directors are 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 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 statement 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 boards of directors are also responsible for overseeing the Company's financial reporting process.

VI. **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:

a. 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.

b. 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

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

d. 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.

e. 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.

f. 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.

VII. Report on other legal and regulatory requirements

The provisions of 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 Companies Act, 2013 is applicable to the Company since

(a) It is not a subsidiary or holding company of a public company and

(b) Its paid-up capital and reserves and surplus are more than Rs.1 Crores as at the balance sheet date and

(c) Its total borrowings from banks and financial institutions are not more than Rs.1 Crores at any time during the year and

(d) Its turnover for the year is more than Rs.10 Crores during the year.

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 and the statement of profit and loss 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 the written representations received from the directors of PH1 Industries Private Limited as on March 31, 2024 and taken on record by the Board of Directors, we report that they are not disqualified from being appointed as a directors in terms of Section 164 (2) of the Act;

(f) Reporting on the adequacy with respect to the internal financial controls over financial reporting of the company and the operating effectiveness of such controls are not applicable to the company.

i. 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, in our opinion and to the best of our information and according to the explanations given to us: The Company does not have any pending litigations which would impact its financial position;

ii. The Company does not have any long term contracts including derivative contracts for which there were any material foreseeable losses; and

iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

iv.

a) Management has represented that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds 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(s) or entity(is), 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 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) Management has represented that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been received by the Company from any person(s) or entity(ies), 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 the audit procedures adopted by us, nothing has come to our notice that has caused us to believe that the representations made by the Management under sub clause (a) and (b) above, contain any material misstatement.

v. The company had neither proposed nor declared any dividend during the year.

(g) In our opinion, Section 197 of the Companies Act, 2013 is not applicable to Private Limited Company.

VIII. **Audit Trail**

Based on our examination, which included test checks, the Company has used accounting software for maintaining its books of account for the financial year ended March 31, 2024 which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software. Further, during the course of our audit we did not come across any instance of the audit trail feature being tampered with.

For M S P R & Co.,
Chartered Accountants
Firm Regn. No: 010152S

CA. Teja Kiran P
Partner
Membership No: 263464
UDIN: 24263464BKEWVV7194

Place: Hyderabad
Date: 20-08-2024

ANNEXURE 'A' TO THE AUDITOR'S REPORT

[Referred to in paragraph 5 of the Auditors' report of even date to the Members of PH1 Industries Pvt Ltd on the financial statements for the year ended March 31, 2024]

S. No.	Particulars	Auditors Remark
(i)	Whether the company is maintaining proper records showing full particulars, including (a) quantitative details and situation of fixed assets;	Yes
	(b) Whether these fixed assets have been physically verified by the management at reasonable intervals; whether any material discrepancies were noticed on such verification and if so, whether the same have been properly dealt with in the books of account.	Yes No material discrepancies identified.
	(c) Whether the title deeds of immovable properties are held in the name of the company. If not, provide the details thereof; Description of property, Gross carrying value, Held in the name of whether promoter, director or their relative or employee.	Yes
	(d)Whether a revaluation has been done by the company of its property, plant and equipment or intangible assets or both during the year and ,if so ,whether the revaluation is based on the valuation by a registered Valuer.	No
	(e)In case of a change in values upon revaluation, specify the amount of change, if the change is 10% or more in the aggregate of the net carrying value of each class of property ,plant and equipment or intangible assets.	No
	(f)Whether any proceedings have been initiated or are pending against the company for holding any benami property under the benami transactions and rules made there under. If yes, whether the company has appropriately disclosed the details in its financial statements.	No
(ii)	Whether physical verification of inventory has been conducted at reasonable intervals by the management and whether any material discrepancies were noticed and if so, whether they have been properly dealt with in the books of account;	Yes No material discrepancies identified.
	If any discrepancies of 10% or more in the aggregate for each class of inventory were noticed and if so, whether they have been properly dealt with in the books of accounts.	No
	Has the company, during any point of time of the year, 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.	No
	Are the quarterly returns or statements filed by the company with financial institutions or banks in agreement with the books of accounts of the company. In case of non-agreement, to provide details of such non agreement.	Not Applicable
(iii)	If the company has during the year made any investments in, given any guarantee or security or granted any loans or advances which are characterized as loans ,unsecured or secured to LLPs ,firms or companies or any other person.	No
	If the company has provided advances or provided loans which are characterized as loans, or given guarantee, or given security to any	No

	other entity, the below information should be furnished: 1.The total amount given during the year, and the balances due as at the balance sheet date with respect to such loans or advances and guarantees or securities to subsidiaries, joint ventures and associates. 2.The total amount during the year, and the balance due on the balance sheet date of such loans or advances and guarantees or security to persons other than associates ,subsidiaries and joint ventures	
	In the case of investments made, guarantee or security provided, loans or advances granted, the report should indicate: 1.Whether the investments made, guarantee provided, security given and the terms and conditions of the grant of all loans and advances in the nature of loans and guarantees provided are not prejudicial to company's interest. 2.In respect of loans and advances in the nature of loans, whether the schedule of repayment of principal and payment of interest has been stipulated and whether the repayments or receipts are regular.	Not Applicable
	If the amount is overdue, state the total amount overdue for more than ninety days, and whether reasonable steps have been taken by the company for recovery of the principal and interest.	Not Applicable
	In case any loan or advance in the nature of a loan is given which was due for repayment during the year and has been renewed or extended or fresh loans granted to settle the overdue of existing loans given to the same parties.Ifyes,specify the total amount of such dues renewed or extended or settled by fresh loans and percentage of total loans or advances granted during the year .	Not Applicable
	In case the company has given any loans or advances in the nature of loans either repayable on demand or without specification of any terms or period of repayment. Ifso, to specify the total amount, percentage thereof to the total loans granted ,the total amount of loans granted to promoters ,related parties as defined section 2(76) of the companies act 2013.	Not Applicable
(iv)	If the company has given any loans to directors or any other person in whom the director is interested, or made any investments ,whether the company has made compliance with the provisions governing such loans ,investments and guarantees.	No
(v)	In case, the company has accepted deposits, whether the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the rules framed there under, where applicable, have been complied with? If not, the nature of such contraventions be stated; If an order has been passed by Company Law Board or National Company Law Tribunal or Reserve Bank of India or any court or any other tribunal, whether the same has been complied with or not?	No
(vi)	Whether maintenance of cost records has been specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013 and whether such accounts and records have been so made and maintained.	Not Applicable

(vii)	(a) whether the company is regular in depositing undisputed statutory dues including 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 to the appropriate authorities and if not, the extent of the arrears of outstanding statutory dues as on the last day of the financial year concerned for a period of more than six months from the date they became payable shall be indicated;	Yes
	(b) where dues of income tax or sales tax or service tax or duty of customs or duty of excise or value added tax have not been deposited on account of any dispute, then the amounts involved and the forum where dispute is pending shall be mentioned. (A mere representation to the concerned Department shall not be treated as a dispute).	No
(Viii)	Whether any transactions which are not recorded in the account have been disclosed or surrendered before the tax authorities as income during the year. The details of such income tax assessments should be disclosed . Whether such undisclosed income has been recorded in the accounts during the year.	No
(Ix)	Whether the company has defaulted in repayment of loans or borrowing to a financial institution, bank, Government or dues to debenture holders? If yes, the period and the amount of default to be reported (in case of defaults to banks, financial institutions, and Government, lender wise details to be provided). 1.Description of borrowing includes debt securities 2.Name of lender Details, lender wise should be provided in case of defaults to financial institutions, banks, or Government. Amount due	No
	Has the company been declared a Wilful defaulter by any bank or financial institution or any other lender.	No
	Have term loans been used for the object for which they were obtained ,in case they have not been ,the loan funds diverted and disclosure of the end use of such loans.	No
	Has the company used funds raised for a short term basis for long term purposes the nature and the amount of such funds	No
	Has the company raised any money from any person or entity for the account of or to pay the obligations of its associates, subsidiaries or joint ventures .The details of the money raised with the description of the transactions and the amounts in each case.	No
	Has the company raised any loans during the year by pledging securities? Held in their subsidiaries, joint ventures or associate companies. The details of such loans and also the default in the repayment of the loans.	No
(X)	Whether money raised by way of initial public offer or further public offer (including debt instruments) and term loans were applied for the purposes for which those are raised. If not, the details together with delays or default and subsequent rectification, if any, as may be applicable, be reported;	No

(xi)	whether any fraud by the company or any fraud on the Company by its officers or employees has been noticed or reported during the year; If yes, the nature and the amount involved is to be indicated; Whether the auditors of the company have filed a report in form ADT-4 with the central government as prescribed under the companies rules 2014.In case of receipt of whistle blower complaints, whether the complaints have been considered by the auditor.	No
(xii)	whether the Nidhi Company has complied with the Net Owned Funds to Deposits in the ratio of 1: 20 to meet out the liability and whether the Nidhi Company is maintaining ten per cent unencumbered term deposits as specified in the Nidhi Rules, 2014 to meet out the liability;	Not Applicable
(xiii)	whether all transactions with the related parties are in compliance with sections 177 and 188 of Companies Act,2013 where applicable and the details have been disclosed in the Financial Statements etc., as required by the applicable accounting standards;	Yes
(xiv)	Does the company have an internal audit system in accordance with its size and business activities .Have the reports of the internal auditors been considered by the statutory auditor.	Not Applicable
(xv)	In case the company has undertaken non cash transactions with their directors or other persons connected to the directors, whether the restrictions imposed are complied with.	No
(xvi)	Whether the company is required to be registered under section 45-IA of the Reserve Bank of India Act, 1934and if so, whether the registration has been obtained.	No
	Whether the company has carried on any Non-banking financial or Housing Finance activities (NBFC or HFC) without having a valid registration certificate from RBI.	No
	Is the company a core investment company under the RBI regulations and does it continue to fulfil the criteria of a CIC. In case the company is an exempted or unregistered CIC, does the company continue to fulfil the criteria for exemption.	No
	Does the group to which the company belongs have more than one CIC as part of it, then indicate the number of CIC s which are in the group.	No
(xvii)	Has the company incurred any cash losses in the financial year and the immediately preceding financial year, the amount of cash losses incurred.	No
(xviii)	Whether during the year, there has been any resignation of statutory auditors, if yes, has the auditor considered the objections , issues or concerns raised by the outgoing auditors.	No.
(xix)	Existence of any material uncertainty on the date of the audit report on an evaluation of. The ageing report, financial ratios and expected dates of realisation of financial assets and payments of financial liabilities, any other information accompanying the financial statements, the auditor's knowledge of the board of directors and management plans. Opinion whether the company can meet its liabilities which exist as at the balance sheet date when such liabilities are due in the future.	No

(xx)	With respect to obligations under corporate social responsibility, whether the company has transferred the unspent amount to a fraud specified in schedule vii of the companies act within a period of 6 months from the expiry of the financial year. Whether any amount which remains unspent has been transferred to a special account in accordance with provisions of section 135 of the companies act 2013.	Not Applicable
(xxi)	In case there have been any qualifications or adverse remarks in the audit reports issued by the respective auditors in case of companies included in the consolidated financial statements ,to indicate the details of the companies and the paragraph numbers of the respective CARO reports containing the qualifications or adverse remarks.	Not Applicable

For M S P R & Co.,
Chartered Accountants
Firm No. 010152S

CA Teja Kiran P
Partner
Membership No: 263464
UDIN: **24263464BKEWVV7194**

For and behalf of the board of directors of
PH 1 Industries Private Limited

Bhaskar Jaganathan
Director
Din No: 07075035

Saminathan Saravanan
Director
Din No: 07074205

Place: Hyderabad
Date: 20-08-2024

PH1 INDUSTRIES PRIVATE LIMITED

BALANCE SHEET AS ON 31-03-2024

PARTICULARS	NOTE	AS AT 31-03-2024		AS AT 31-03-2023	
		Rs. In 000's	Rs. In 000's	Rs. In 000's	Rs. In 000's
EQUITY AND LIABILITIES					
Share Holder's funds					
(a) Share Capital	1	9000		9000	
(b) Reserves & Surplus	2	34779	43779	27494	36494
Share App Money pending allotment			-		-
Non Current Liabilities					
(a) Long Term Borrowings	3	385		17580	
(b) Deferred Tax Liability	4	1504		1425	
(c) Other Long Term Liabilities					
(d) Long Term Provisions		-	1889	-	19005
Current Liabilities					
(a) Short Term Borrowings	5	47538		25358	
(b) Trade Payables	6	73166		46984	
(c) Other Current Liabilities	7	3781		40631	
(d) Short Term Provisions	8	9677	134161	14586	127559
			179829		**183058**
ASSETS					
Non Current Assets					
(a) Property, Plant & Equipment and Intangible assets					
(i) Property, Plant & Equipment	9	34834		33895	
(ii) Intangible Assets		-		-	
(iii) Capital WIP		-		-	
(b) Non-Current Investments		-		-	
(c) Deferred Tax Asset		-		-	
(d) Long-Term Loans & Advances		-		-	
(e) Other Non-Current Assets		-	34834	-	33895
Current Assets					
(a) Inventory	15	25340		6265	
(b) Trade Receivables	10	63285		87169	
(c) Cash and Cash Equivalents	11	1275		32339	
(d) Short Term Loans & Advances		-		-	
(e) Other Current Assets	12	55095	144995	23390	149163
			179829		**183058**

The Accompanying notes 1-19 and Significant Accounting Policies form an integral part of the standalone financial statements

As per our report attached
For M S P R & Co.,
Chartered Accountants
Firm No. 010152S

CA. Teja Kiran P
Partner
M.No. 263464
Place: Hyderabad
Date: 20-08-2024
UDIN: **24263464BKEWVV7194**

For and on behalf of the board
PH 1 Industries Private Limited

Bhaskar Jaganathan
Director
Din: 07075035

Saminathan Saravanan
Director
Din: 07074205

PH1 INDUSTRIES PRIVATE LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31-03-2024

PARTICULARS	NOTE	FOR THE YEAR ENDED 31-03-2024		FOR THE YEAR ENDED 31-03-2023	
		Rs. In 000's	Rs. In 000's	Rs. In 000's	Rs. In 000's
REVENUE					
Revenue from Operations	13	166345		494505	
Other Income	14	1442		893	
Total Income			167787		495498
EXPENSES					
Cost of Materials Consumed	15	88367		323989	
Change In Inventory	16	-19088		2326	
Personal Cost	17	54743		46888	
Finance Cost	18	6102		4549	
Depreciation & Amortisation Exp	9	1353		1177	
Other Expenses	19	26556		88134	
TOTAL EXPENSES			158033		467064
PROFIT BEFORE TAX			9754		28434
Tax Expense					
Current Tax		2390		7853	
Deferred Tax		079		054	
PROFIT FOR THE PERIOD			**7286**		**20527**
EARNINGS PER EQUITY SHARE					
(a) Basic			8.10		22.81
(b) Diluted			8.10		22.81
Number of shares used in computing					
Basic			9,00,000		9,00,000
Diluted			9,00,000		9,00,000

The Accompanying notes 1-19 and Significant Accounting Policies form an integral part of the standalone financial statements

As per our report attached
For M S P R & Co.,
Chartered Accountants
Firm No. 010152S

CA. Teja Kiran P
Partner
M No. 263464
Place: Hyderabad
Date: 20-08-2024
UDIN : **24263464BKEWVV7194**

For and on behalf of the board
PH 1 Industries Private Limited

Bhaskar Jaganathan
Director
Din: 07075035

Saminathan Saravanan
Director
Din: 07074205

PH1 INDUSTRIES PRIVATE LIMITED

CASHFLOW STATEMENT FOR THE YEAR ENDED 31-03-2024

(Amount in Thousands)

PARITCULARS	FOR THE YEAR ENDED 31-03-2024	FOR THE YEAR ENDED 31-03-2023
Cash flows from Operating Activities		
Profit before taxation	9754	28434
Adjustments for:		
Depreciation	1353	1177
Investment income	-	-
Interest expense	3065	278
Profit/(Loss) on sale of property	-	-
Working capital changes	-42474	-19595
Cash generated from operations	-28302	49484
Interest paid	-3065	-278
Income taxes paid	-2390	-7853
Dividends paid	-	-
Net cash from (used in) Operating Activities	**-33757**	**41353**
Cash flows from Investing Activities		
Business acquisitions, net of cash acquired	-	-
Purchase of Assets	-2390	2390
Proceeds from sale of assets	-	-
Acquisition of portfolio investments	-	-
Net cash from (used in) Investing Activities	**-2390**	**2390**
Cash flows from financing activities		
Proceeds from issue of share capital	-	-
Proceeds from long-term borrowings	-	-8676
Proceeds from Short-term borrowings	22181	-1949
Payment of long-term borrowings	-17195	-237
Payment of Short-term borrowings		
Net cash from (used in) Financing Activities	**4985**	**-10862**
Net increase in cash and cash equivalents	**-31161**	**32881**
Cash and cash equivalents at beginning of period	**50489**	**17608**
Cash and cash equivalents at end of period	**19328**	50489

As per our report attached
For M S P R & Co.,
Chartered Accountants
Firm No. 010152S

M.S.P.R. & Co. F.R. No. 010152S Chartered Accountants

CA. Teja Kiran P
Partner
M.No. 241397
Place: Hyderabad
Date: 20-08-2024
UDIN: **24263464BKEWVV7194**

For and on behalf of the board
PH 1 Industries Private Limited

Bhaskar Jaganathan
Director
Din: 07075035

Saminathan Saravanan
Director
Din: 07074205

PH1 INDUSTRIES PVT. LTD. HYD.

PH 1 INDUSTRIES PRIVATE LTD

2. Notes on accounts:

The previous period figures have been regrouped/reclassified, wherever necessary to conform to the current presentation.

NOTE 1: SHARE CAPITAL

PARTICULARS	AS AT 31-03-2024 Rs. In 000's	AS AT 31-03-2023 Rs. In 000's
Authorised: Equity shares 10,00,000 Equity Shares of Rs. 10/- at par value (previous Year - 10,00,000 Equity shares of Rs. 10/- at par value)	10000	10000
	10000	**10000**
Issued,Subscribed and paidup: Equity shares 9,00,000 Equity Shares of Rs. 10/- at par value (previous Year - 9,00,000 Equity shares of Rs. 10/- at par value)	9000	9000
Total	**9000**	**9000**

NOTE 1(i): RECONCILIATION OF SHARES OUTSTANDING AT THE BEGINNING AND AT THE END OF THE REPORTING PERIOD

PARTICULARS	AS AT 31-03-2024 No. of Shares	AS AT 31-03-2023 No. of Shares
Equity Shares at the beginning of the year	9,00,000	900
Shares Issued during the year - Fresh Issue	-	-
Shares outstanding at the end of the year	**9,00,000**	**9,00,000**

NOTE 1(ii): TERMS AND RIGHTS ATTACHED TO EQUITY SHARES

1. The Company has only one class of equity shares having a par value of Rs. 10/- per share. Each holder of equity shares is entitled to one vote per share. Any shareholder whose name is entered in the Registar of Members of the Company shall enjoy the same rights and be subject to the same liabilities as all other shareholders of the same class.

2. Dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting. The Company in general meeting can't declare dividend in excess of the amount recommended by the Board. Dividend as declared in the ensuing Annual General Meeting, shall be distributed within the period provided in section 127 of the Companies Act 2013.

3. In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all prefrential amounts and liabilities in the proportion of no. of equity shares held by shareholders.

NOTE 1(iii): DETAILS OF SHAREHOLDERS HOLDING MORE THAN 5 % SHARES IN THE COMPANY

PARTICULARS	AS AT 31-03-2024 No. of Shares	AS AT 31-03-2023 No. of Shares
Equity shares of Rs 10 each		
S.Saravanan	2,00,000(22.22%)	2,00,000(22.22%)
B.Prabakaran	2,00,000(22.22%)	2,00,000(22.22%)
E.Surendra Babu	2,00,000(22.22%)	2,00,000(22.22%)
J.Bhaskar	2,00,000(22.22%)	2,00,000(22.22%)
Adhilakshmi B	25,000(2.78%)	25,000(2.78%)
Jothilakshmi B	25,000(2.78%)	25,000(2.78%)
Revathi S	25,000(2.78%)	25,000(2.78%)
Shanthi S	25,000(2.78%)	25,000(2.78%)

As per records of the Company,including its registers of Shareholders/Members and other declarations received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownerships of shares.

Disclosures of Shareholding of Promoters - Shares held by the Promoters:

As on 31 March 2024:

S. No		1
Promoter name		S.Saravanan
Class of Shares		Equity
At the end of the year	No. of Shares	2,00,000
	%of total shares	22.22
At the beginning of the year	No. of Shares	2,00,000
	%of total shares	22.22
% Change during the year		-

As on 31 March 2024:

S. No		2
Promoter name		B.Prabakaran
Class of Shares		Equity
At the end of the year	No. of Shares	2,00,000
	%of total shares	22.22
At the beginning of the year	No. of Shares	2,00,000
	%of total shares	22.22
% Change during the year		-

As on 31 March 2024:

S. No		3
Promoter name		E.Surendra Babu
Class of Shares		Equity
At the end of the year	No. of Shares	2,00,000
	%of total shares	22.22
At the beginning of the year	No. of Shares	2,00,000
	%of total shares	22.22
% Change during the year		-

As on 31 March 2024:

S. No		4
Promoter name		J.Bhaskar
Class of Shares		Equity
At the end of the year	No. of Shares	2,00,000
	%of total shares	22.22
At the beginning of the year	No. of Shares	2,00,000
	%of total shares	22.22
% Change during the year		-

PH 1 INDUSTRIES PRIVATE LTD

NOTE 2: RESERVES AND SURPLUS

PARTICULARS	AS AT 31-03-2024	AS AT 31-03-2023
	Rs. In 000's	Rs. In 000's
(a) General Reserve	-	-
(b) Excess in Profit and Loss Account		
Opening Balance	27494	6966
Add: Current year c/f	7286	20527
Closing Balance	34779	27494
TOTAL RESERVES	**34779**	**27494**

NOTE 3: LONG TERM BORROWINGS

PARTICULARS	AS AT 31-03-2024	AS AT 31-03-2023
	Rs. In 000's	Rs. In 000's
UNSECURED LOANS FROM BANKS & NBFC's :		
From Axis Bank	898	1726
From Fed Bank	-	1639
From HDFC Bank	753	1447
From ICICI Bank	1216	2339
From IDFC Bank	1270	2483
From IndusInd Bank	726	1381
From Kotak Bank	-	1486
From SCB Bank	886	1735
From Unity Bank	1012	1847
From Yes Bank	-	1484
UNSECURED LOANS FROM DIRECTORS :		
Prabakaran	239	-
Saravanan	116	-
Bhaskar	030	013
Less: Current Maturities of Long Term Borrowings	6761	-
Closing Balance	**385**	**17580**

Terms and Conditions For Unsecured Loans from Banks & NBFC's:

Unsecured loan from Axis Bank: Loan Sactioned is Rs. 25,00,000 on 10th February 2022 for a tenure of 36 months having interest rate of 16.5% per annum which is repayable in 36 equally monthly installments

Unsecured loan from HDFC Bank: Business Loan Sactioned is Rs. 21,00,000 on 10th February 2022 for a tenure of 36 months having interest rate of 15% per annum which is repayable in 36 equally monthly installments

Unsecured loan from ICICI Bank: Loan Sactioned is Rs. 34,00,000 on 9th February 2022 for a tenure of 36 months having interest rate of 15% per annum which is repayable in 36 equally monthly installments

Unsecured loan from IDFC Bank: Loan Sactioned is Rs. 35,70,000 on 11th February 2022 for a tenure of 36 months having interest rate of 17.5% per annum which is repayable in 36 equally monthly installments

Unsecured loan from IndusInd Bank: Loan Sactioned is Rs. 20,00,000 on 14th February 2022 for a tenure of 36 months having interest rate of 17.5% per annum which is repayable in 36 equally monthly installments

Unsecured loan from Standard Chartered Bank: Loan Sactioned is Rs. 25,00,000 on 10th February 2022 for a tenure of 36 months having interest rate of 16.5% per annum which is repayable in 36 equally monthly installments

Unsecured loan from Unity Small Finance Bank: Loan Sactioned is Rs. 25,50,000 on 7th February 2022 for a tenure of 36 months having interest rate of 18% per annum which is repayable in 36 equally monthly installments

Note: a)Company has used the borrowings from banks and financial institutions for the specific purpose for which it was taken at the balance sheet date, the company shall disclose the details of where they have been used.

b)The company has not been dodared as a wilful defaulter by any bank or financial institution or other lender.

NOTE 4: DEFERRED TAX

PARTICULARS	AS AT 31-03-2024	AS AT 31-03-2023
	Rs. In 000's	Rs. In 000's
(a) Deferred Tax Liability	1504	1425
(b) Deferred Tax Asset	-	-
Closing Balance	**1504**	**1425**

NOTE 5: SHORT TERM BORROWINGS

PARTICULARS	AS AT 31-03-2024	AS AT 31-03-2023
	Rs. In 000's	Rs. In 000's
ICICI Bank Ltd - OD	-3965	25358
IDBI Bank - CC	44742	-
Current Maturities of Long Term Borrowings	6761	-
Closing Balance	**47538**	**25358**

Terms and Conditions For Short term borrowings:

OD From ICICI Bank Ltd: Working Capital Limit of Rs. 4,99,00,000/- from ICICI bank is of Primarily secured by hypothecation of the Company's entire stocks,and such other moveables including book-debts both present and future and collaterily secured by Unconditional and irrevocable personal guarantees of Saminathan Sarvanan (Director), Surendra Babu (Director), Prabhakaran (Director) and Bhaskar Jaganathan (Director) with an interest rate of 8.9% p.a.

CC From IDBI Bank Ltd: Working Capital Limit of Rs. 4,75,00,000/- from ICICI bank with a sub limit of Rs. 100 las as BG is of Primarily secured by paripasu charge on Stocks, Receivable and other current assets of the company, both present and future and collaterily secured by Equitable mortgage of plot no. 143/1 situated at Bhasheerabad village, Qutubullapur, Medchel dist. Telangana with an interest rate of 10% p.a.

Note: a)Company has used the borrowings from banks and financial institutions for the specific purpose for which it was taken at the balance sheet date, the company shall disclose the details of where they have been used.

b)The company has not been declared as a wilful defaulter by any bank or financial institution or other lender.

NOTE 6: TRADE PAYABLES

PARTICULARS	AS AT 31-03-2024	AS AT 31-03-2023
	Rs. In 000's	Rs. In 000's
Creditors:		
- For Purchases	51223	43444
- Micro, Small & Medium Enterprises	-	-
- Others	-	-
- For Capital goods	098	4,484.00
- For Expenses	21845	3536
Closing Balance	**73166**	**46984**

Refer Annexure - 1 for Trade Payables Ageing

NOTE 7: OTHER CURRENT LIABILITIES

PARTICULARS	AS AT 31-03-2024	AS AT 31-03-2023
	Rs. In 000's	Rs. In 000's
Sub Contract payable	-	37620
Director Rumneration Payable	1800	1600
Electricity Charges Payable	013	-
TDS Payable	332	1036
Advance from Staff	-	121
Duties&Taxes	130	254
Other Payables	1506	-
Closing Balance	**3781**	**40631**

NOTE 8: SHORT TERM PROVISIONS

PARTICULARS	AS AT 31-03-2024	AS AT 31-03-2023
	Rs. In 000's	Rs. In 000's
Provision for Income Tax	2390	7853
Salaries Payable	7287	6733
Closing Balance	**9677**	**14586**

NOTE 10: TRADE RECEIVBLES

PARTICULARS	AS AT 31-03-2024	AS AT 31-03-2023
	Rs. In 000's	Rs. In 000's
Outstanding for a period exceeding six months		-
Other Debts	63285	87169
Less: Provision for Doubtful Debts	-	-
Closing Balance	**63285**	**87169**

Refer Annexure -II for Trade Receivables Ageing

NOTE 11: CASH AND CASH EQUIVALENTS

PARTICULARS	AS AT 31-03-2024	AS AT 31-03-2023
	Rs. In 000's	Rs. In 000's
Cash on hand	090	100
Balance with banks		
-IDBI	1185	32239
Closing Balance	**1275**	**32339**

NOTE 12: OTHER CURRENT ASSETS

PARTICULARS	AS AT 31-03-2024	AS AT 31-03-2023
	Rs. In 000's	Rs. In 000's
MAT Credit	014	378
Deposits	2424	12568
GST Input	028	3243
TDS Receivable	160	547
TCS Receivable	-	1,403
Salary Advances	719	914
Advance Tax	2500	5700
Performance Guarantee Deposit	49063	-
Others	186	039
Closing Balance	**55095**	**23390**

PH 1 INDUSTRIES PRIVATE LTD

NOTE 13: INCOME FROM SALES

PARTICULARS	For the Year ended 31-03-2024	For the Year ended 31-03-2023
	Rs. In 000's	Rs. In 000's
Revenue from Operations	166345	494605
Less:GST		-
Total	**166345**	**494605**

NOTE 14: OTHER INCOME

PARTICULARS	For the Year ended 31-03-2024	For the Year ended 31-03-2023
	Rs. In 000's	Rs. In 000's
Discount Received	004	-
Interest Income	1107	571
Miscellaneous Income	331	322
Total	**1442**	**893**

NOTE 15: COST OF MATERIAL CONSUMED

PARTICULARS	For the Year ended 31-03-2024	For the Year ended 31-03-2023
	Rs. In 000's	Rs. In 000's
RAW MATERIALS		
Opening stock	2566	12653
Add: Purchases	88354	2390
Add (Less:) Raw material received (transferred)	-	-
Less: Closing stock	2553	2566
Total	**88367**	**12477**

Note 16: CHANGE IN INVENTORY OF FINISHED GOODS, WORK IN PROGRESS AND STOCK IN TRADE

Particulars	For the Year ended 31-03-2024	For the Year ended 31-03-2023
	Rs. In 000's	Rs. In 000's
Opening stock		
Finished goods	3699	6026
Work-in-progress	-	-
Stock in trade	-	-
	3699	6026
Less: Closing stock		-
Finished goods	22787	3699
Work-in-progress	-	-
Stock in trade	-	-
	-19088	**2326**

NOTE 17: PERSONNEL COST

PARTICULARS	For the Year ended 31-03-2024	For the Year ended 31-03-2023
	Rs. In 000's	Rs. In 000's
Salaries, Bonus and Incentives	33996	30483
Staff Welfare Exp	1012	1641
Director's Remuneration	19200	14400
PF Employer contribution	494	327
ESI Employer contribution	041	037
Total	**54743**	**46888**

NOTE 18: FINANCE COST

PARTICULARS	For the Year ended 31-03-2024	For the Year ended 31-03-2023
	Rs. In 000's	Rs. In 000's
Bank Charges	626	329
Interest on Unsecured Loan	2130	3741
Processing Fee/Renewal Fee Bank	280	201
Interest on OD	3065	278
Total	**6102**	**4549**

NOTE 19: OTHER EXPENSES

Particulars	For the Year ended 31-03-2024	For the Year ended 31-03-2023
	Rs. In 000's	Rs. In 000's
MANUFACTURING & OTHER DIRECT EXPENSES		
Power and fuel	1399	1715
Factory Maintenance	1019	893
Freight Inward	4668	13342
Jobwork Charges	2032	820
Permissions & Licence Fee	003	008
- Production Consumbles	149	324
Customs duty	-	3161
Wages	161	131
Contractors	6022	52468
	15452	72861
ADMINISTRATIVE AND SELLING EXPENSES		
Audit Fee	160	-
Rent	3034	1637
Repairs and maintenance	136	713
Rates and taxes excluding taxes on income	622	906
Traveling and conveyance	4609	4341
Telephone & Internet Expenses	137	099
Marketing Expenses	308	096
Commission on Sales	110	2508
Insurance Charges	053	066
Technical, Professional & Consultancy Charges	1477	2281
Office Maintenance	436	621
Printing and stationery	005	211
Detention charges(import)	-	959
Software charges	-	052
Storage cost	-	411
Unadjusted Forex Gain/Loss	-	330
Miscellaneous expenses	016	041
	11104	15272
Total	**26556**	**88134**

PH 1 INDUSTRIES PRIVATE LTD

NOTE 9: FIXED ASSETS (Amount in Thousands)

Particulars					DEPRECIATION/AMORTISATION				NETBLOCK	
	AS ON 31-03-2023	Additions	ductio	AS ON 31-3-2024	AS ON 31-03-2023	During the year	eductio	AS ON 31-3-2024	AS ON 31-3-2024	AS ON 31-03-2023
Land	22181	-	-	22181	-	-	-	-	22181	22181
Building	3189	801	-	3990	715	080	-	794	3196	2474
Plant & Machinery	10327	437	-	10764	3833	428	-	4261	6503	6494
Computers	2775	614	-	3389	879	717	-	1595	1794	1896
Electrical Items	953	241	-	1194	422	066	-	488	705	531
Furniture	259 000	108	-	367 000	096	024	-	119	248	164
Printer	012	053	-	065	006	009	-	015	049	005
Office Equipment	324	038	-	361	174	030	-	204	157	150
Total	**40020**	2390	-	**42312**	**6125**	**1353**	-	**7478**	**34834**	**33895**

DEPRECIATION SCHDULE UNDER INCOME TAX ACT (Amount in Thousands)

S.No.	Particulars	Rate of Dep	VALUE OF ASSET					Normal Depreciation	Additional Depreciation
			As on 01.04.23	Additions		(Deletions)	As on 31.03.24		
				Before 30.09.23	After 30.09.23				
I	**LAND**	0%	22181	-	-	-	22181	-	-
I	**PLANT & MACHINERY**								
	Computers	40%	1416	399	215	-	1261	769	-
	Electrical Installations	15%	398	238	003	-	543	096	-
	Plant & Machinery	15%	2944	437	-	-	2874	507	-
	Office Equipment	15%	150	-	-	-	127	022	-
	Office Building	10%	1451	-	801	-	2068	165	-
	Printer	40%	002	053	-	-	033	022	-
	Air Conditioner	15%	020		039	-	052	006	-
	Solid Works - software	15%	275	-	-	-	234	041	-
II	**FURNITURE & FITTINGS**								
	Furniture & Fittings	10%	162	108		-	243	027	-
	Total		**28999**	**1235**	**1057**	-	**29616**	**1676**	-

Annexure - I

Trade Payable ageing schedule:

As on 31 March 2024:

(Amount in Thousands)

Particulars	Outstanding for following period from due date of payment					Total
	Unbilled	Less than 1 Year	1-2 years	2-3 years	More than 3 years	
(i) MSME	-	-	-		-	-
(ii) Others	-	57223	15942	-	-	73166
(iii) Disputed dues - MSME	-	-	-	-	-	-
(iv) Disputed dues -Others	-	-	-	-	-	-
Total	-	57223	15942	-	-	73166

As on 31 March 2023:

(Amount in Thousands)

Particulars	Outstanding for following period from due date of payment					Total
	Unbilled	Less than 1 Year	1-2 years	2-3 years	More than 3 years	
(i) MSME	-				-	-
(ii) Others	-	39633	1468	5883	-	46984
(iii) Disputed dues - MSME	-	-	-	-	-	-
(iv) Disputed dues -Others	-	-	-	-	-	-
Total	-	39633	1468	5883	-	46984

Annexure II

Trade Receivable ageing schedule:

As on 31 March 2024: (Amount in Thousands)

Particulars	Outstanding for following period from due date of payment						Total
	Unbilled	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade Receivables - Considered good	-	43719	10939	8464	-	163	63285
(ii) Undisputed Trade Receivables - which have significant increase in credit risk	-	-	-	-	-	-	-
(iii) Undisputed Trade Receivables - Credit Impaired	-	-	-	-	-	-	-
(iv) Disputed Trade Receivables - Considered Good	-	-	-	-	-	-	-
(v) Disputed Trade Receivables - which have significant increase in credit risk	-	-	-	-	-	-	-
(vi) Disputed Trade Receivables - Credit Impaired	-	-	-	-	-	-	-
Total	-	43719	10939	8464	-	163	63285

As on 31 March 2023: (Amount in Thousands)

Particulars	Outstanding for following period from due date of payment						Total
	Unbilled	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade Receivables - Considered good	-	6158	81011	-	-	-	87169
(ii) Undisputed Trade Receivables - which have significant increase in credit risk	-	-	-	-	-	-	-
(iii) Undisputed Trade Receivables - Credit Impaired	-	-	-	-	-	-	-
(iv) Disputed Trade Receivables - Considered Good	-	-	-	-	-	-	-
(v) Disputed Trade Receivables - which have significant increase in credit risk	-	-	-	-	-	-	-
(vi) Disputed Trade Receivables - Credit Impaired	-	-	-	-	-	-	-
Total	-	2390	81011	-	-	-	83401

Notes: a) There are no transactions with struck off companies under section 248 or 560 (If yes, the following details to be given)

Name of struck off Company	Nature of transactions with struck-off Company	Relationship with the Struck off company, if any, to be disclosed
Nil	Investments in securities	Nil
Nil	Receivables	Nil
Nil	Payables	Nil
Nil	Shares held by stuck off company	Nil
Nil	Other outstanding balances (to be specified)	Nil

b)No charges or satisfaction is yet to be registered with Registrar of Companies beyond the statutory period.

c) The Company has complied with the no. of layers prescribed u/s 2(87) read with the applicable Rules

e)There is no Scheme of Arrangements that has been approved in terms of sections 230 to 237

f) The company has not advanced/loaned/invested or received funds (either borrowed funds or share premium or any other sources or kind of funds) to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding (whether recorded in writing or otherwise) that the Intermediary shall 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 to or on behalf of the Ultimate Beneficiaries.

g)There are no transactions that are not recorded in the books of account to be surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.

h)The company is not covered under section 135.

i)The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year

SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS

1. **PREPARATION AND PRESENTATION OF FINANCIAL STATEMENTS.**

   A. **BASIS OF PREPARATION:**

   The financial statements are prepared under the historical cost convention, in accordance with Generally Accepted Accounting Principles in India (Indian GAAP), the mandatory accounting standards issued by the Institute of Chartered Accountant of India and the provisions of the Companies Act, 2013, as adopted consistently by the company.

   B. **USE OF ESTIMATES:**

   The presentation of financial statements in conformity with the Indian GAAP requires estimates and assumptions to be made that affect the reported amount of revenues and expenses during the reporting period. Difference between the actual and estimates are recognized in the period in which the results are known /materialized.

2. **PROPERTY, PLANT AND EQUIPMENT**

   a) Property, Plant and Equipment are stated at the cost of acquisition including incidental cost related to acquisition and installation and excluding the GST wherever availed.

   b) Depreciation on the PPE of the Company is provided on written down value method. Depreciation is provided based on useful life of the assets as prescribed in Schedule II of the Companies Act, 2013

3. **EXPENDITURE:**

   Expenses are accounted on the accrual basis and provisions are made for all known losses and liabilities.

4. **BORROWING COSTS:**

   Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalized as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use. All other borrowing costs are charged to revenue.

5. **PROVISION, CONTINGENT LIABILITIES AND CONTINGENT ASSETS:**

   A Provision is recognized if, as a result of past event, the Company has a present obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined based on the best estimate required to settle the obligation at the reporting date. Where no reliable estimate can be made, a disclosure is made as contingent liability. A disclosure for a contingent liability is also made when there is possible obligation or a present obligation that may, but probably will not, require an outflow of resources. Where there is a possible obligation or a present obligation in respect of which the likelihood of out flow of resources is remote, no provision or disclosure is made.

6. **EARNINGS PER SHARE:**

   Basic earnings per share are computed by dividing the net profit after tax by the weighted average number of equity shares outstanding during the period. Diluted earnings per share is computed by dividing the net profit after tax by the weighted average number of equity shares considered for deriving basic earnings per share and also the weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares. The diluted potential equity shares are adjusted for the proceeds receivable had the shares been actually y issued at fair value which is the average market value

of the outstanding shares Dilutive potential equity shares are deemed converted as of the beginning period, unless issued at later date. Dilutive potential equity shares are determined independently for each period presented.

The Number of shares are potentially dilutive shares are adjusted retrospectively for all periods presented for any share splits and bonus shares including for changes effected prior to the approval of the financial statements by the Board of Directors.

7. IMPAIRMENT OF ASSETS:

The Company assesses at each balance sheet date whether there is any indication that an asset may be impaired. If any such indication exists, the Company estimates the recoverable amount of the asset. If such recoverable amount of the asset or the recoverable amount of the cash generating unit to which the asset belongs is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognized in the profit and loss account. If at the balance sheet date there is an indication that if a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount.

8. CASH AND CASH EQUIVALENTS:

Cash and Cash Equivalents comprise cash at bank and in hand and short term investments with an original maturity of three months or less. The Bank deposits having original maturity of more than 3 months but less than or equal to 12 months from date of deposit are classified as other Bank balances.

9. TREATMENT OF RETIREMENT BENEFITS:

a) Gratuity: Gratuity Act provisions are not applicable.

b) Provident Fund: Company has been registered with provident fund administered by the Central Government under the PF Act 1952.

10. FOREIGN CURRENCY TRANSACTION:

Transactions denominated in foreign currencies are normally recorded at the exchange rate prevailing at the time of transaction.

11. INCOME TAX ON EXPENSES

Income tax comprises current and deferred income tax. Income tax expense is recognized in net profit in the Statement of Profit and Loss except to the extent that it relates to items recognized directly in equity, in which case it is recognized in other comprehensive income. Current income tax for current and prior periods is recognized at the amount expected to be paid to or recovered from the tax authorities, using the tax rates and tax laws that have been enacted or substantively enacted by the Balance Sheet date. Deferred income tax assets and liabilities are recognized for all temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realized. Deferred income tax assets and liabilities are measured using tax rates and tax laws that have been enacted or substantively enacted by the Balance Sheet date and are expected to apply to taxable income in the years in which those temporary differences are expected to be recovered or settled. The effect of changes in tax rates on deferred income tax assets and liabilities is recognized as income or expense in the period that includes the enactment or the substantive enactment date. A deferred income tax asset is recognized to the extent that it is probable that future taxable profit will be available against which the deductible temporary differences and tax losses can be utilized. Deferred income taxes are not provided on the undistributed earnings of subsidiaries and branches where it is

expected that the earnings of the subsidiary or branch will not be distributed in the foreseeable future.

12. MANAGERIAL REMUNERATION:

SL. No.	Particulars	Current Year (Rs.)	Previous Year (Rs.)
1	Saravanan Saminathan	48,00,000	36,00,000
2	Prabakaran Bhaskaran	48,00,000	36,00,000
3	Surendra Babu Ellappa Raj	48,00,000	36,00,000
4	Bhaskar Jaganathan	48,00,000	36,00,000
	Total	**1,92,00,000**	**1,44,00,000**

13. Audit Remuneration:

SL. No.	Particulars	Current Year (Rs.)	Previous Year (Rs.)
1.	M S P R & Co	1,50,000	1,10,000
	Total	**1,50,000**	**1,10,000**

14. Related party Disclosures:

I. List of Realated Parties

S.No	Particulars	Relation
1.	All Flow Pumps and Engineers	Entity under same management
2.	SaravananSaminathan	Director
3.	PrabakaranBhaskaran	Director
4.	SurendraBabuEllappa Raj	Director
5.	BhaskarJaganathan	Director
6.	SaravananSaminathan	Director

II. Related Parties Transaction

S.No	Related Party	Nature of Transaction during the year	Outstanding as at 31.03.2024
1.	All Flow Pumps and Engineers	Sales and Purchases	Rs. 90,43,004.33

Accounting Policies form an integral part

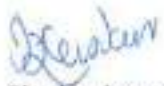
Accounting Policies form an integral part of the balance sheet and shall be construed accordingly.

For MSPR& Co.,
Chartered Accountants
Firm No. 010152S

CA. Teja Kiran P
Partner
Membership No: 263464
UDIN: 24263464BKEWVV7194

Place: Hyderabad
Date: 20-08-2024

For and behalf of the board of directors of
Ph1 Industries Private Limited



Bhaskar Jaganathan
Director
Din No: 07075035

Saminathan Saravanan
Director
Din No: 07074205