DIRECTORS REPORT

To,

The Members,

PH1 Industries Private Limited,

Hyderabad.

Your Directors have great pleasure in presenting the 11th Annual Report on the business and operations of the Company together with the Audited Accounts and Auditor's Report for the Financial Year ended March 31, 2025 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 here under

(Amounts in 000s)

Particulars	Year ended 31.03.2025	Year ended 31.03.2024
Total Income	2,27,739.03	1,67,787
Total Expenses	2,11,797.31	1,58,033
Profit Before Tax	15,941.73	9,754
Less: Taxes		
Current Tax	2,339.99	2,390
Deferred Tax	623.52	79
Profit After Tax (A)	12,978.22	7,286
Earning Per Share	14.42	8.10

2. **State of affairs and operational highlights**

The Company generated total revenue of (Rs.in 000's) 2,27,739.03/- with a Net Profit after tax of (Rs.in 000's) 15941.73/- during the Financial Year ended 31.03.2025 against 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 previous Financial Year ended 31.03.2024.

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 31.03.2025 was Rs.1,00,00,000/- 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 31.03.2025 was Rs.90,00,000/- 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. Credit Rating

During the year under review, your Company has not obtained any Credit Rating as the same was not applicable to the Company.

9. Details of significant and material orders passed by the regulators/courts/tribunals impacting the going concern status and the Company's operations in future:

There are no significant material orders passed by the Regulators/ Courts which would impact the going concern status of the Company and its future operations.

10. Board Evaluation:

Not applicable, as the Company is not a public company.

11. 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.

12. 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.

13. Transfer to Reserves

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

14. Dividen

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

15. Transfer of Unclaimed Dividend to Investor Education and Protection Fund

The provisions of Section 125(2) of the Companies Act, 2013 are not applicable as the dividend is not declared.

16. Directors

As on 31.03.2025 the Board of Directors of the Company (Board) comprised of 4 (Four) Directors namely Mr. Saravanan Swaminathan, Mr. B Prabakaran , Mr. E Surendra Babu and Mr. Bhaskar Jaganathan. The composition of the Board is in conformity with the provisions of the Act and other applicable provisions.

17. Board Meetings

The Board met six times during the Financial Year 2024-2025 viz., on 05.04.2024, 24.06.2024, 20.08.2024, 30.09.2024, 06.12.2024 and 22.03.2025. 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					
	05.04.2024	24.06.2024	20.08.2024	30.09.2024	06.12.2024	22.03.2025
Bhaskar Jaganathan	Yes	Yes	Yes	Yes	Yes	Yes
E. Surendra Babu	Yes	Yes	Yes	Yes	Yes	Yes
B. Prabakaran	Yes	Yes	Yes	Yes	Yes	Yes
S. Saravanan	Yes	Yes	Yes	Yes	Yes	Yes

S.No.	Name of the Director	Number of board meetings held		
		Number of Meetings which Director was entitled to attend	Number of Meetings attended	% of attendance
1.	Bhaskar Jaganathan	6	6	100
2.	E. Surendra Babu	6	6	100

General Meeting:

Sl. No	Type of Meeting	Date of Meeting	Total No. of members entitled to attend	Attendance	
				No. of members attended	% of total shareholding
1.	Annual General Meeting	30-09-2024	6	6	100

18. 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 Board of Directors recommended the appointment of M/s. M S P R & Co., Chartered Accountants as Statutory Auditors of the Company for a further period of 5 years i.e. from the conclusion of ensuing AGM until the conclusion of the 16th AGM to be held in the calendar year 2030, and that, the necessary resolution in this respect is being included in the Notice for the approval of the members of the Company. The Company has received consent and confirmation from M/s. M S P R & Co., Chartered Accountants that they have not disqualified to be appointed as the Statutory Auditors of the Company in terms of the provisions of Companies Act, 2013 and Rules framed thereunder.

The Auditor's Report for the financial year 2024-25 does not contain any qualification, reservation or adverse remark.

19. Cost Records

Cost Records are not required to be maintained by the Company under Section 148 of the Companies Act, 2013. Accordingly, such accounts and records are not maintained.

20. 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

21. 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.

22. Secretarial Standards

The Company is complying with all applicable Secretarial Standards.

23. 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.

24. 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.

25. 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.

26. 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 (Acccunts) Rules, 2014 is enclosed as **Annexure-I**.

27. 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.

28. 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.

29. 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.

30. 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.

31. Corporate Social Responsibility

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

32. 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.

33. 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.

34. 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 & Readressal) 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.

The summary of complaints up to March 31, 2025 were as under:
(a) number of complaints of sexual harassment received in the year: 0
(b) number of complaints disposed off during the year: 0 and
(c) number of cases pending for more than ninety days: 0

35. 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.

36. Failure to implement any Corporate Action

During the year under review, the Company has not failed to implement any Corporate Action

37. 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.

38. 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.

39. 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.

40. 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.

41. Maternity benefit provided by the Company under the Maternity Benefit Act, 1961

The Company declares that it has duly complied with the provisions of the Maternity Benefit Act, 1961. All eligible women employees have been extended the statutory benefits prescribed under the Act, including paid maternity leave, continuity of salary and service during the leave period, and post-maternity support such as nursing breaks and flexible return-to-work options, as applicable. The Company remains committed to fostering an inclusive and supportive work environment that upholds the rights and welfare of its women employees in accordance with applicable laws.

42. Acknowledgements

Your directors place on records 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 acknowledge gratefully the shareholders for their support and confidence reposed on your Company.

43. 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.

44. Valuation during One Time Settlement

The company has not valued for one time settlement. There were no differences between amount of the valuation done at the time of one-time settlement and the valuation done while taking loan from the banks or financial institutions along with the reasons thereof.

For and on behalf of the Board of Directors of

PH1 Industries Private Limited

	Bhaskar Jaganathan	**E Surendra Babu**
Place: Hyderabad	Director	Director
Date: 30-08-2025	DIN: 07075035	DIN: 07074257

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, 2025, 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, 2025 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, whsether 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

As required by the Companies (Auditor's Report) Order, 2020 issued by the Central Government of India interms of Section 143 (11) of the Companies Act, 2013, we enclose in the Annexure 'A' statement of thematters specified in paragraph 3 and 4 of the said order to the extent applicable.

As required by Section 143(3) of the Act, we report that:

(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, 2025 and taken on record by the Board of Directors, we report that they are not disqualified from being appointed as a director 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, 2025 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.

As proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 is applicable from April 1, 2024, reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 on preservation of audit trail as per the statutory requirements for record retention is not applicable for the financial year ended March 31, 2025 and the company has complied with the same in accordance with the Rule 11(g) of the companies (Audit and Auditors) Rules 2014.

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

CA Teja Kiran P
Partner
Membership No: 263464
UDIN: 25263464BMIAEL4315

Place: Hyderabad
Date: 30-08-2025

PH1 Industries Private Limited

(CIN:U24233TG2015PTC097503)

(Address: Plot No 149, Survey No 866/1Medchal Village, Medchal Mandal,Ranga Reddy,Telangana, India, 501401)

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Statement of Profit and loss for the year ended 31 March 2025

(In 000's)

Particulars	Note	31 March 2025	31 March 2024
Revenue from Operations	14	224630.15	166344.98
Other Income	15	3108.89	1441.86
Total Income		227739.04	167786.84
Expenses			
Cost of Material Consumed	16	123580.25	88367.13
Change in Inventories of work in progress and finished goods	17	-17419.01	-19088.00
Employee Benefit Expenses	18	59509.50	54743.05
Finance Costs	19	9689.92	6101.61
Depreciation and Amortization Expenses	20	1325.61	1353.05
Other Expenses	21	35111.04	26555.83
Total expenses		211797.31	158032.66
Profit/(Loss) before Exceptional and Extraordinary Item and Tax		15941.73	9754.18
Exceptional Item		-	-
Profit/(Loss) before Extraordinary Item and Tax		15941.73	9754.18
Extraordinary Item		-	-
Profit/(Loss) before Tax		15941.73	9754.18
Tax Expenses	22		
- Current Tax		3499.61	2389.55
- Deferred Tax		710.10	78.97
Profit/(Loss) after Tax		**11732.02**	**7285.66**
Earnings Per Share (Face Value per Share Rs.10 each)			
-Basic (In Rs)		13.04	8.10
-Diluted (In Rs)		13.04	8.10

The Accompanying notes 1-22 and Significant Accounting Policies form an integral part of the standalone financial statements

As per our report of even date

For M S P R & Co.,

Chartered Accountants

Firm's Registration No. 010152S

Teja Kiran P

Partner

Membership No. 263464

UDIN: 25263464BMIAEL4315

Place: Hyderabad

Date: 30-08-2025

For and on behalf of the Board of

PH1 Industries Private Limited

J Bhaskaran

Director

07075035

E.Surendra Babu

Director

07074257

Place: Hyderabad

Date: 30-08-2025

PH1 Industries Private Limited

(CIN: U24233TG2015PTC097503)

(Address: Plot No 149, Survey No 866/1Medchal Village, Medchal Mandal,Ranga Reddy,Telangana, India, 501401)

Balance Sheet as at 31 March 2025

(In 000's)

Particulars	Note	31 March 2025	31 March 2024
I. EQUITY AND LIABILITIES			
(1) Shareholders' funds			
(a) Share Capital	1	9000.00	9000.00
(b) Reserves and Surplus	2	46511.22	34779.20
Total		55511.22	43779.20
(2) Non-current liabilities			
(a) Long-term Borrowings	3	14860.24	385.00
(b) Deferred Tax Liabilities (net)	4	2214.21	1504.11
Total		17074.45	1889.11
(3) Current liabilities			
(a) Short-term Borrowings	5	48061.71	47538.24
(b) Trade Payables	6		
- Due to Micro and Small Enterprises		-	-
- Due to Others		52333.73	74671.99
(c) Other Current Liabilities	7	5741.94	2274.27
(d) Short-term Provisions	8	11452.50	9676.56
Total		117589.87	134161.06
Total Equity and Liabilities		**190175.54**	**179829.37**
II. ASSETS			
(1) Non-current assets			
(a) Property, Plant and Equipment and Intangible Assets			
(i) Property, Plant and Equipment	9	52629.12	34834.15
Total		52629.12	34834.15
(2) Current assets			
(a) Inventories	10	60930.76	25340.28
(b) Trade Receivables	11	1828.56	63284.98
(c) Cash and cash equivalents	12	816.94	1275.46
(d) Other Current Assets	13	73970.17	55094.51
Total		137546.43	144995.22
Total Assets		**190175.54**	**179829.37**

The Accompanying notes 1-22 and Significant Accounting Policies form an integral part of the standalone financial statements

As per our report of even date
For M S P R & Co.,
Chartered Accountants
Firm's Registration No. 010152S

Teja Kiran P
Partner
Membership No. 263464
UDIN: 25263464BMIAEL4315
Place: Hyderabad
Date: 30-08-2025

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

J Bhaskaran
Director
07075035

E.Surendra Babu
Director
07074257

Place: Hyderabad
Date: 30-08-2025

PH1 Industries Private Limited

(CIN:)

(Address: Plot No 149, Survey No 866/1Medchal Village, Medchal Mandal,Ranga Reddy,Telangana, India, 501401)

Cash Flow Statement for the year ended 31 March 2025

(In 000's)

Particulars	Note	31 March 2025	31 March 2024
CASH FLOW FROM OPERATING ACTIVITIES			
Net Profit after tax		12978.22	7285.65
Profit/(loss) from Discontinuing Operation (after tax)		-	-
Depreciation and Amortisation Expense		1325.61	1353.05
Provision for tax		2963.51	2468.52
Effect of Exchange Rate Change		-	-
Loss/(Gain) on Sale / Discard of Assets (Net)		-	-
Bad debt, provision for doudtfull debts		-	-
Net Loss/(Gain) on Sale of Investments		-	-
Non Cash Expenses		-	-
Dividend Income		-	-
Interest Income		-	-
Finance Costs		9689.92	3065.38
Operating Profit before working capital changes		26957.26	14172.60
Adustment for:			
Inventories		-35590.48	-19075.08
Trade Receivables		61456.42	23883.72
Loans and Advances		-	-
Other Current Assets		-17856.93	-31704.60
Other Non current Assets		-	-
Trade Payables		-22338.26	26181.17
Other Current Liabilities		3467.67	-36850.08
Long term Liabilities		-	-
Short-term Provisions		616.32	-4909.44
Long-term Provisions		-	-
Cash (Used in)/Generated from Operations		16711.99	-28301.71
Tax paid(Net)		2339.99	2389.55
Net Cash (Used in)/Generated from Operating Activities		14372.00	-30691.26
CASH FLOW FROM INVESTING ACTIVITIES			
Purchase of Property, Plant and Equipment		-19120.57	-2292.26
Sale of Property, Plant and Equipment		-	-
Purchase of Investments Property		-	-
Sale of Investment Property		-	-
Purchase of Equity Instruments		-	-
Proceeds from Sale of Equity Instruments		-	-
Purchase of Mutual Funds		-	-
Proceeds from Sale / Redmption of Mutual Funds		-	-
Purchase of Preference Shares		-	-
Proceeds from Sale/Redemption of Preference Shares		-	-
Purchase of Government or trust securities		-	-
Proceeds from Sale/Redemption of Government or trust securities		-	-
Purchase of debentures or bonds		-	-
Proceeds from Sale/Redemption of debentures or bonds		-	-

Purchase of Other Investments		-	-
Sale / Redemption of Other Investments		-	-
Loans and Advances given		-	-
Proceeds from Loans and Advances		-	-
Investment in Term Deposits		-	-
Maturity of Term Deposits		-	-
Movement in other non current assets		-	-
Interest received		-1018.73	-
Dividend received		-	-
Net Cash (Used in)/Generated from Investing Activities		-20139.30	-2292.26
CASH FLOW FROM FINANCING ACTIVITIES			
Proceeds from Issue of Share Capital		-	-
Buyback of Shares		-	-
Proceeds from Long Term Borrowings		14475.24	-
Repayment of Long Term Borrowings		-	-17195.12
Proceeds from Short Term Borrowings		523.47	22180.50
Repayment of Short Term Borrowings		-	-
Minority Interest Movement		-	-
Dividends Paid (including Dividend Distribution Tax)		-	-
Interest Paid		-9689.92	-3065.38
Net Cash (Used in)/Generated from Financing Activities		5308.79	1920.00
Net Increase/(Decrease) in Cash and Cash Equivalents		-458.51	-31063.52
Opening Balance of Cash and Cash Equivalents		1275.46	32338.98
Exchange difference of Foreign Currency Cash and Cash equivalents		-	-
Closing Balance of Cash and Cash Equivalents	12	**816.95**	**1275.45**

Components of cash and cash equivalents	**31 March 2025**	**31 March 2024**
Cash on hand	111.50	90.09
Cheques, drafts on hand	-	-
Balances with banks in current accounts	705.44	1185.37
Bank Deposit having maturity of less than 3 months		-
Others	-	-
Cash and cash equivalents as per Cash Flow Statement	**816.94**	**1275.46**

Note:

The above Cash Flow Statement has been prepared under the 'Indirect Method' as set out in the Accounting Standard 3 (AS-

See accompanying notes to the financial statements

As per our report of even date
For M S P R & Co.,
Chartered Accountants
Firm's Registration No. 010152S

Teja Kiran P

Partner
Membership No. 263464
UDIN: 25263464BMIAEL4315
Place: Hyderabad
Date: 30-08-2025

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

J Bhaskaran
Director
07075035

E.Surendra Babu
Director
07074257

Place: Hyderabad
Date: 30-08-2025

PH1 Industries Private Limited

(CIN:)

Notes forming part of the Financial Statements

1 **Share Capital**

(In 000's)

Particulars	31 March 2025	31 March 2024
Authorised Share Capital		
Equity Shares, of Rs. 10 each, 1000000 (Previous Year -1000000) Equity Shares	10000.00	10000.00
Issued, Subscribed and Fully Paid up Share Capital		
Equity Shares, of Rs. 10 each, 900000 (Previous Year -900000) Equity Shares paid up	9000.00	9000.00
Total	**9000.00**	**9000.00**

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.

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.

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.

(i) **Reconciliation of number of shares**

Particulars	31 March 2025		31 March 2024	
Equity Shares	**No. of share**	**(In 000's)**	**No. of shares**	**(In 000's)**
Opening Balance	900,000	9000	900,000	9000
Issued during the year	-	-	-	-
Deletion	-	-	-	-
Closing balance	**900,000**	**9000**	**900,000**	**9000**

(ii) **Rights, preferences and restrictions attached to shares**

Equity Shares: The Company has one class of equity shares. Each shareholder is eligible for one vote per share held. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

Details of Shares held by shareholders holding more than 5% of the aggregate shares in the company

Equity Shares	31 March 2025		31 March 2024	
Name of Shareholder	**No. of share**	**In %**	**No. of shares**	**In %**
S.Saravanan	200,000	22.22%	200,000	22.22%
B.Prabakaran	200,000	22.22%	200,000	22.22%
E.Surendra Babu	200,000	22.22%	200,000	22.22%
J.Bhaskar	200,000	22.22%	200,000	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%

Shares held by Promoters at the end of the year 31 March 2025

Name of Promoter	Class of Shares	No. of Shares	% of total shares	% Change during the year
S.Saravanan	Equity	200,000	2222.00%	0.00%
B.Prabakaran	Equity	200,000	2222.00%	0.00%
E.Surendra Babu	Equity	200,000	2222.00%	0.00%
J.Bhaskar	Equity	200,000	2222.00%	0.00%

Shares held by Promoters at the end of the year 31 March 2024

Name of Promoter	Class of Shares	No. of Shares	% of total shares	% Change during the year
S.Saravanan	Equity	200,000	2222.00%	0.00%
B.Prabakaran	Equity	200,000	2222.00%	0.00%
E.Surendra Babu	Equity	200,000	2222.00%	0.00%
J.Bhaskar	Equity	200,000	2222.00%	0.00%

Equity shares movement during 5 years preceding 31 March 2025

Particulars	Year 1	Year 2	Year 3	Year 4	Year 5
Equity shares issued as bonus					
Equity shares extinguished on buy-back					

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.

Reserves and Surplus

(In 000's)

Particulars	31 March 2025	31 March 2024
Statement of Profit and loss		
Balance at the beginning of the year	34779.19	27493.55
Add: Profit/(loss) during the year	11732.02	7285.66
Balance at the end of the year	46511.22	34779.20
Total	**46511.22**	**34779.20**

Long term borrowings

(In 000's)

Particulars	31 March 2025	31 March 2024
Secured Term loans from Banks		
-Benz- Car Loan	6336.50	-
Unsecured Term loans from Banks		
-ICICI Bank	3135.16	1216.09
-IDFC Bank	2507.19	1270.10
-Fed Bank	2022.43	-
-Yes Bank	1988.42	-
-Axis Bank	-	897.81
-HDFC Bank	-	752.87
-Indusind Bank	-	725.56
-SCB Bank	-	886.38
-Unity Bank	-	1012.04
-Less:Current Maturities of Long Term Borrowing	-12081.59	-6760.85
Unsecured Term loans from other parties	120.57	385.00
Unsecured Other loans and advances		
-Godrej Finance Limited	2843.11	-
-Cholamandalam	2014.46	-
-Poonawalla	1693.54	-
-Ambit Finvest Private	1663.38	-
-Aditya Birla	1598.08	-
-Kisetsusaison Finance	1019.21	-
Total	**14860.24**	**385.00**

Secured loan from Mercedes Benz Financial Services: Loan Sactioned is Rs. 70,05,000 on 20th August 2024 for a tenure of 60 months having interest rate of 8.77% per annum which is repayable in 60 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 Godrej Finance: Loan Sactioned is Rs. 35,70,000 on 31 May 2024 for a tenure of 36 months having interest rate of 17.25% 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 Fedbank : Loan Sactioned is Rs. 30,36,000 on 23 May 2024 for a tenure of 24 months having interest rate of 18% per annum which is repayable in 24 equally monthly installments

Unsecured loan from Cholamandalam: Loan Sactioned is Rs. 25,24,000 on 31 May 2024 for a tenure of 36 months having interest rate of 18% per annum which is repayable in 36 equally monthly installments

Unsecured loan from Yes Bank: Loan Sactioned is Rs. 30,00,000 on 31 May 2024 for a tenure of 24 months having interest rate of 16.5% per annum which is repayable in 24 equally monthly installments

Unsecured loan from Poonawalla Fincorp: Loan Sactioned is Rs. 25,00,000 on 31 May 2024 for a tenure of 24 months having interest rate of 18.25% per annum which is repayable in 24 equally monthly installments

Unsecured loan from Ambit Finvest: Loan Sactioned is Rs. 20,21,718 on 17th June 2024 for a tenure of 36 months having interest rate of 18.5% per annum which is repayable in 36 equally monthly installments

Unsecured loan from Aditya Birla : Loan Sactioned is Rs. 20,00,000 on 30th May 2024 for a tenure of 36 months having interest rate of 18.5% per annum which is repayable in 36 equally monthly installments

Deferred tax liabilities Net

(In 000's)

Particulars	31 March 2025	31 March 2024
Deffered Tax Liability	2214.21	1504.11
Total	**2214.21**	**1504.11**

5 Short term borrowings

(In 000's)

Particulars	31 March 2025	31 March 2024
Current maturities of long-term debt	12081.59	6760.85
Secured Loans repayable on demand from banks	35980.12	40777.40
Total	**48061.71**	**47538.24**

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.

6 Trade payables

(In 000's)

Particulars	31 March 2025	31 March 2024
Due to Micro and Small Enterprises	-	-
Due to others	52333.73	74671.99
Total	**52333.73**	**74671.99**

6.1 Trade Payable ageing schedule as at 31 March 2025

(In 000's)

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
MSME					-
Others	52333.73				52333.73
Disputed dues- MSME					-
Disputed dues- Others					-
Sub total					**52333.73**
MSME - Undue					
Others - Undue					
Total					**52333.73**

6.2 Trade Payable ageing schedule as at 31 March 2024

(In 000's)

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
MSME					-
Others		74671.99			74671.99
Disputed dues- MSME					-
Disputed dues- Others					-
Sub total					74671.99
MSME - Undue					
Others - Undue					
Total					**74671.99**

7 Other current liabilities

(In 000's)

Particulars	31 March 2025	31 March 2024
Statutory dues	210.74	129.96
GST Payable	2716.14	-
Director Remuneration Payable	1800.00	1800.00
TDS Payable	508.70	331.64
Staff Deposit - Employees	506.37	-
Electricity Charges Payable	-	12.68
Total	**5741.94**	**2274.27**

8 Short term provisions

(In 000's)

Particulars	31 March 2025	31 March 2024
Provision for employee benefits	7952.89	7287.00
Provision for income tax	3499.61	2389.55
Total	**11452.50**	**9676.56**

PH1 Industries Private Limited
(CIN:)
Notes forming part of the Financial Statements

Property, Plant and Equipment (In 000's)

Name of Assets	Gross Block				Depreciation and Amortization				Net Block	Net Block
	As on 01-Apr-24	Addition	Deduction	As on 31-Mar-25	As on 01-Apr-24	for the year	Deduction	As on 31-Mar-25	As on 31-Mar-25	As on 31-Mar-24
(i) Property, Plant and Equipment										
Land	22181.46	-	-	22181.46	-	-	-	-	22181.46	22181.46
Building	3990.15	3894.46	-	7884.60	794.39	102.32	-	896.71	6987.89	3195.76
Plant and Equipment	10764.13	4586.49	-	15350.62	4261.05	413.92	-	4674.97	10675.65	6503.08
Furniture and Fixtures	367.21	576.10	-	943.31	119.37	23.95	-	143.33	799.98	247.84
Vehicles	0.00	8576.14	-	8576.14	-	7.34	-	7.34	8568.80	0.00
Office equipment	1619.75	455.07	-	2074.82	707.56	98.33	-	805.89	1268.93	912.19
Computers	3389.28	1032.33	-	4421.61	1595.46	679.74	-	2275.20	2146.40	1793.82
Total	42311.98	19120.57	-	61432.55	7477.83	1325.61	-	8803.43	52629.12	34834.15
Previous Year						1353.05				

PH1 Industries Private Limited
(CIN:)
Notes forming part of the Financial Statements

10 Inventories

(In 000's)

Particulars	31 March 2025	31 March 2024
Raw materials	20724.34	2552.87
Finished goods	40206.42	22787.40
Total	**60930.76**	**25340.28**

11 Trade receivables

(In 000's)

Particulars	31 March 2025	31 March 2024
Unsecured considered good	1828.56	63284.98
Total	**1828.56**	**63284.98**

11.1 Trade Receivables ageing schedule as at 31 March 2025

(In 000's)

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 months- 1 year	1-2 years	2-3 years	More than 3 years	
Undisputed Trade receivables-considered good		1828.56				1828.56
Undisputed Trade Receivables-considered doubtful						-
Disputed Trade Receivables considered good						-
Disputed Trade Receivables considered doubtful						-
Sub total						**1828.56**
Undue - considered good						
Total						**1828.56**

11.2 Trade Receivables ageing schedule as at 31 March 2024

(In 000's)

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 months- 1 year	1-2 years	2-3 years	More than 3 years	
Undisputed Trade receivables-considered good		63284.98				63284.98
Undisputed Trade Receivables-considered doubtful						-
Disputed Trade Receivables considered good						-
Disputed Trade Receivables considered doubtful						-
Sub total						**63284.98**
Undue - considered good						
Total						**63284.98**

12 Cash and cash equivalents

(In 000's)

Particulars	31 March 2025	31 March 2024
Cash on hand	111.50	90.09
Balances with banks in current accounts	705.44	1185.37
Total	**816.94**	**1275.46**

13 Other current assets

(In 000's)

Particulars	31 March 2025	31 March 2024
Interest accrued	1018.73	-
Performance Guarantee Deposit	41415.78	49063.01
Deposits	29739.05	2423.89
TDS Receivable	826.93	159.72
Salary Advances	535.29	719.48
Advances to Employees	349.40	-
Tcs Receivables	70.79	-
MAT Credit	14.20	14.20
Advance Tax	-	2500.00
GST input	-	27.71
others	-	186.50
Total	**73970.17**	**55094.51**

14 Revenue from operations

(In 000's)

Particulars	31 March 2025	31 March 2024
Sale of products	261075.10	196373.12
Others		
-Less: GST	-36444.96	-30028.14
Total	**224630.15**	**166344.98**

15 Other Income

(In 000's)

Particulars	31 March 2025	31 March 2024
Interest Income	1202.59	1107.15
Miscellaneous Income	1325.31	331.14
Unadjusted forex gain or loss	580.99	-
Discount Received	-	3.57
Total	**3108.89**	**1441.86**

16 Cost of Material Consumed

(In 000's)

Particulars	31 March 2025	31 March 2024
Raw Material Consumed		
Opening stock	2552.87	2565.80
Purchases	141751.72	88354.20
Less: Closing stock	20724.34	2552.87
Total	**123580.25**	**88367.13**
Total	**123580.25**	**88367.13**

17 Change in Inventories of work in progress and finished goods

(In 000's)

Particulars	31 March 2025	31 March 2024
Opening Inventories		
Finished Goods	22787.40	3699.40
Less: Closing Inventories		
Finished Goods	40206.42	22787.40
Total	**-17419.01**	**-19088.00**

18 Employee benefit expenses

(In 000's)

Particulars	31 March 2025	31 March 2024
Salaries and wages	37373.72	33995.82
Contribution to provident and other funds	1259.01	535.25
Staff welfare expenses	1590.38	1011.99
Director's Remuneration	19286.40	19200.00
Total	**59509.50**	**54743.05**

19 Finance costs

(In 000's)

Particulars	31 March 2025	31 March 2024
Interest on OD	3795.99	3065.38
Interest on Unsecured Loan	3579.55	2130.29
Processing Fee/Renewal Fee Bank	1495.22	280.25
Bank Charges	475.13	625.69
Interest on Car Loan	344.03	-
Total	**9689.92**	**6101.61**

20 Depreciation and amortization expenses

(In 000's)

Particulars	31 March 2025	31 March 2024
Depreciation on property, plant and equipment	1325.61	1353.05
Total	**1325.61**	**1353.05**

21 Other expenses

(In 000's)

Particulars	31 March 2025	31 March 2024
Auditors' Remuneration	161.00	160.00
Administrative Expenses	1572.43	1479.39
Commission	440.84	110.00
Consumption of stores and spare parts	296.01	149.44
Freight Inward	5544.79	4667.83
Insurance	276.13	52.88
Power and fuel	3054.35	1398.56
Total continued	**11345.53**	**8018.10**

Other expenses

(In 000's)

Particulars	31 March 2025	31 March 2024
Total continued from previous page	11345.53	8018.10
Rent	7525.07	3034.38
Repairs others	203.02	135.78
Rates and taxes	396.06	621.83
Selling & Distribution Expenses	-	308.23
Other Business Administrative Expenses	1723.35	436.38
Telephone expenses	134.78	137.08
Travelling Expenses	2038.37	4609.27
Miscellaneous expenses	69.71	21.41
Contractors	7523.55	6021.76
Job Work	2513.94	2193.08
Factory Maintainance	1637.66	1018.53
Total	**35111.04**	**26555.83**

22 Tax Expenses

(In 000's)

Particulars	31 March 2025	31 March 2024
Current Tax	2339.99	2389.55
Deferred Tax	623.52	78.97
Total	**2963.51**	**2468.52**

28 Ratio Analysis

Particulars	Numerator/Denominator	31 March 2025	31 March 2024	Change in %
(a) Current Ratio	Current Assets / Current Liabilities	1.18	1.08	9.31%
(b) Debt-Equity Ratio	Total Debts / Shareholder's Equity	1.11	1.09	1.27%
(c) Debt Service Coverage Ratio	Earning available for Debt Service / Debt Service	-	-	
(d) Return on Equity Ratio	Profit after Tax / Average Shareholder's Equity	25.82%	18.15%	29.70%
(e) Inventory turnover ratio	Total Turnover / Average Inventories	5.21	0.95	81.76
(f) Trade receivables turnover ratio	Total Turnover / Average Trade Receivable	6.90	2.21	212.03%
(g) Trade payables turnover ratio	Total Purchases / Average Trade Payable	2.23	1.47	51.78%
(h) Net capital turnover ratio	Total Turnover / Closing Working Capital	10.64	15.35	-30.72%
(i) Net profit ratio	Net Profit / Total Turnover	5.78%	4.38%	31.91%
(j) Return on Capital employed	Earning before interest and taxes / Capital Employed	21.04%	17.01%	23.70%
(k) Return on investment	Return on Investment / Total Investment	0.00%	0.00%	

Reasons for Variance
1. Current Ratio: The ratio has Incerased in the current financial year because of the decrease in current Liabilities in the current Financial Year when compared to the Previous Financial Year
2. Debt Equity Ratio: The increase in the Debt-Equity Ratio is attributable to the rise in Share Holders Funds in the current year compared to the previous year
3.Return On Equity Ratio: The increase in the Return on Equity ratio is due to the increase in profit in the current financial year compared to the previous financial year
4. Trade Recievables Turnover Ratio: The increase in the Trade Receivables Turnover Ratio is due to the increase in turnover in the current financial year compared to the previous financial year
5. Net Capital Turnover Ratio: The decrease in the Net Capital Turnover Ratio is due to a decline in Working Capital in the current financial year compared to the previous financial year
6. Net Profit Ratio : The increase in the Net Profit Ratio is due to a increase in profit in the current financial year compared to the previous financial year
7. Return on Capital Employed : The increase in the Return on Capital Employed ratio is due to a increase in profit in the current financial year compared to the previous financial year
8. Inventory Turnover Ratio: The Increase in Ratio is due to the Increase in Turnover in the Current Financial Year When Compared to the Previous Financial Year
9.Trade Payables Ratio: The increase in Ratio is due to the increase in Turnover in the Current Financial Year When Compared to the Previous Financial Year.

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

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

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

e) 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.

f)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.

g)The company is not covered under section 135.

h)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. CASH FLOW STATEMENT:

The Cash flow statement is prepared in accordance with Accounting Standard – 3 on Cash Flow Statements. Cash flow from operating activities determined using indirect method.

4. EXPENDITURE:

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

5. 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.

6. 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.

7. 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.

8. 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 it 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.

9. 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.

10. 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.

11. FOREIGN CURRENCY TRANSACTION:

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

12. 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.

13. MANAGERIAL REMUNERATION:

SL. No.	Particulars	Current Year (in 000s)	Previous Year (in 000s)
1	S Saravanan	4800.00	4800.00
2	B Prabakaran	4800.00	4800.00
3	E Surendra Babu	4800.00	4800.00
4	Bhaskar Jaganathan	4800.00	4800.00
	Total	**19,200**	**19,200**

14. Audit Remuneration:

SL. No.	Particulars	Current Year (in 000s)	Previous Year (in 000s)
1.	M S P R & Co	-	150.00
	Total	**-**	**150.00**

15. Related party Disclosures:

I. List of Related Parties

S. No	Particulars	Relation
1.	All Flow Pumps and Engineers	Entity under same management
2.	S Saravanan	Director
3.	B Prabakaran	Director
4.	E Surendra Babu	Director
5.	Bhaskar Jaganathan	Director

II. Related Parties Transaction

S. No	Related Party	Nature of Transaction during the year	Outstanding as at 31.03.2025 (in 000s)
1.	All Flow Pumps and Engineers	Sales and Purchases	21,547.48
2.	Bhaskar Jaganathan	Unsecured Loan	12.57
3.	S Sarvanan	Unsecured Loan	107.79

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: 25263464BMIAEL4315

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

Bhaskar Jaganathan
Director
DIN : 07075035

E. Surendra Babu
Director
DIN: 07074257

Place: Hyderabad
Date: 30-08-2025