

PRECISION METALIKS LIMITED

August 24, 2024

To
The Manager – Listing Department
National Stock Exchange of India Limited
Exchange Plaza, G-Block
Bandra Kurla Complex, Bandra (E)
Mumbai – 400051

NSE Symbol – PRECISION

Sub: Annual Report for the Financial Year 2023-2024

Dear Sir / Madam

This is further to our disclosure dated August 22, 2024 wherein we had informed regarding the Twelfth Annual General Meeting of the Company scheduled to be held on Saturday, September 21, 2024 at 1:00 P.M. The Twelfth Annual General Meeting is being held via Video Conference (VC) / Other Audio-Visual Means (OAVM). This is in compliance with the General Circulars issued by the Ministry of Corporate Affairs dated September 25, 2023, read with the Circulars dated April 8, 2020, April 13, 2020, May 5, 2020, January 13, 2021, December 8, 2021 and December 28, 2022 (collectively referred to as the "MCA Circulars") allowing inter-alia, conducting of the Annual General Meeting through Video Conferencing (VC) / Other Audio-Visual Means (OAVM) facility in accordance with the MCA Circulars. The Securities and Exchange Board of India also vide its Circular SEBI/HO/CFD/CFD-PoD-2/P/CIR/2023/167 dated October 7, 2023 ("SEBI Circular") has provided certain relaxations from compliance with certain provisions of the Listing Regulations. In compliance with these Circulars, provisions of the Act and Listing Regulations, the Twelfth Annual General Meeting of the Company is being conducted through VC/OAVM Facility.

Please find enclosed herewith the Annual Report of the Company for the Financial Year 2023-2024 including the Notice for the Twelfth Annual General Meeting. The Annual Report is available on the website of the Company at the following link: www.precision-metaliks.com

The Annual Report is being sent only through electronic mode, to the Members whose e-mail addresses are registered with the Registrar and Transfer Agent / Depositories. This is in compliance with the SEBI Circulars and General Circulars issued by the Ministry of Corporate Affairs.

This disclosure is being submitted pursuant to Regulation 34(1) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

For Precision Metaliks Limited

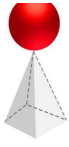
D. Ramesh Babu
Whole-Time Director



PRECISION METALIKS LIMITED

... ALUMINIUM REDEFINED⁺⁺

**Twelfth Annual Report
2023-2024**



Board of Directors

Mr. Percy Homi Italia
Mr. Revoor Ramachandra
Ms. Jayanthi Roja Ramani
Mr. D. Ramesh Babu

Independent Director
Independent Director
Non-Executive Non-Independent Director
Whole-Time Director

Key Managerial Personnel

Mr. D. Ramesh Babu
Mr. BVV Prakash Rao
Mr. Rakesh Kumar

Chief Executive Officer
Chief Financial Officer
Company Secretary

Registered Office

6-3-855/10/A, Flat No. 4A
Sampathji Apartments, Saadat Manzil
Ameerpet, Hyderabad – 500016
E-mail: cs@precision-metaliks.com
Website: www.precision-metaliks.com

Corporate Office

9-19-43, Flat No. 202
Suryadev Apartments, CBM Compound
Visakhapatnam – 530003
Andhra Pradesh
Telephone: 0891-4884132

Factory Unit

Shed No. 5, Phase – II
Visakhapatnam Special Economic Zone
Duvvada, Visakhapatnam – 530049
Andhra Pradesh

Statutory Auditors

M/s PPKG & Co (FRN: 009655S)
Chartered Accountants

Internal Auditors

M/s KPSV & Associates (FRN: 014401S)
Chartered Accountants

Listing

SME Platform of NSE (NSE EMERGE)

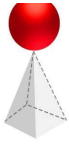
Registrar & Share Transfer Agent

M/s Bigshare Services Private Limited
306, Right Wing, 3rd Floor, Amrutha Ville
Opp. Yashoda Hospital, Somajiguda
Raj Bhavan Road, Hyderabad – 500082
E-mail: investor@bigshareonline.com
Website: <https://www.bigshareonline.com/Index.aspx>

Bankers

State Bank of India
Punjab National Bank
Bank of Baroda
IDBI Bank
HDFC Bank

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NOTICE

Twelfth Annual General Meeting

Notice is hereby given that the Twelfth Annual General Meeting of the Members of M/s Precision Metaliks Limited ("the Company") will be held on Saturday, September 21, 2024 at 1:00 P.M. (IST) through Video Conferencing ("VC") / Other Audio-Visual Means ("OAVM") to transact following business mentioned below:

Ordinary Business:

1. To receive, consider and adopt the Standalone Audited Financial Statements of the Company for the Financial Year ended March 31, 2024, together with the Report of the Directors and Auditors thereon and in this regard, to give assent or dissent to the following Resolution as an Ordinary Resolution:

"RESOLVED THAT the Audited Standalone Financial Statements of the Company for the Financial Year ended March 31, 2024 including the Audited Balance Sheet as at March 31, 2024, the Statement of Profit and Loss for the year ended on that date and the Reports of the Board of Directors and Auditors thereon, be and are hereby received, considered and adopted."

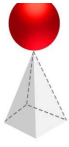
2. To appoint Ms. Jayanthi Roja Ramani (DIN:05334095), who retires by rotation at this Meeting as a Director and being eligible, offers herself for re-appointment and in this regard, to give assent or dissent to the following Resolution as an Ordinary Resolution.

"RESOLVED THAT Ms. Jayanthi Roja Ramani (DIN: 05334095), who retires by rotation at this Meeting and being eligible has offered herself for re-appointment, be and is hereby re-appointed as a Director of the Company, liable to retire by rotation."

By Order of the Board
For Precision Metaliks Limited

Date: August 22, 2024
Place: Visakhapatnam

Sd/-
Devarapalli Ramesh Babu
Whole-Time Director
(DIN: 02163058)



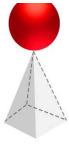
NOTES:

1. The details as required under Regulation 36(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('SEBI Listing Regulations') entered with the Stock Exchanges and Secretarial Standard on General Meeting (SS-2) in respect of the Directors seeking appointment / re-appointment at this Annual General Meeting is annexed.
2. In terms of Section 152 of the Companies Act, 2013, Ms. Jayanthi Roja Ramani (DIN: 05334095) retires by rotation at the Meeting and being eligible, offers herself for re-appointment. The Board of Directors of the Company re-recommends her re-appointment.
3. In continuation to the MCA General Circular No. 10/2022 dated December 28, 2022 and General Circular No. 09/2023 dated September 25, 2023 has decided to allow the Companies to conduct their AGMs on or before September 30, 2024, in accordance with the requirements laid down in paragraphs 3 and 4 of the General Circular No. 20/ 2020 dated May 5, 2020. As per the said General Circular dated May 5, 2020, in view of the prevailing situation, owing to the difficulties involved in dispatching of physical copies of the Financial Statements (including Board's Report, Auditor's Report or other documents required to be attached therewith), such statements along with Notice of the Meeting shall be sent only by e-mail to the Members and to all other persons so entitled. With this facility, the Companies are allowed to conduct their AGM through Video Conferencing (VC) / Other Audio-Visual Means (OAVM). Hence, in compliance with the MCA Circulars and SEBI Circulars, the Twelfth Annual General Meeting of the Company is being held through VC / OAVM on Saturday, September 21, 2024 at 1:00 P.M. (IST).

Further, the Securities and Exchange Board of India vide Circular No. SEBI /HO/CFD/CFD-POD-2/P/CIR/ 2023/167 dated October 7, 2023 has extended the relaxations from printing and dispatching of physical copies of the Annual Reports and to conduct the AGMs through VC/ OAVM till September 30, 2024. However, in terms of Regulation 36(1)(c) of LODR Regulations, the Company is required to send hard copy of full Annual Report to those Shareholders who request for the same.

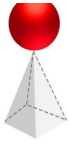
In compliance of Section 20 of the Companies Act, 2013 and further to the aforesaid MCA Circulars and SEBI Circulars, the Notice of the Twelfth Annual General Meeting along with the Annual Report 2023-2024 is being sent only through electronic mode to the Members whose e-mail addresses are registered with the Company / Depositories. Members may note that the Notice and the Annual Report 2023-2024 will also be available on the Company's website: <https://precision-metaliks.com/> website of the Stock Exchange i.e., National Stock Exchange of India Limited: <https://www.nseindia.com> and on the Website of CDSL: <https://www.evotingindia.com>

4. Green Initiative: To support the Green Initiative, Members who have not registered their e-mail address are requested to register their e-mail address for receiving all the communications including Annual Report, Notices, Circulars, etc. from the Company electronically.
5. A Member entitled to attend and vote at the AGM is entitled to appoint a Proxy to attend and vote on his / her behalf and the Proxy need not be a Member of the Company. Since this AGM is being held pursuant to the MCA Circulars and SEBI Circulars through VC / OAVM, physical attendance of Members has been dispensed with. Accordingly, the facility for appointment of Proxies by the Members will not be available for the AGM and hence, the Proxy Form, Attendance Slip and Route Map are not annexed to this Notice.
6. Members of the Company under the category of Institutional Investors are encouraged to attend and vote at the AGM through VC / OAVM. Corporate Members intending to authorise their Representatives to participate and vote at the AGM are requested to upload a copy of the Board Resolution / Authorisation Letter on the E-Voting Portal or send to the Company at [cs@precision-](mailto:cs@precision-metaliks.com)

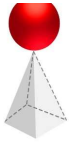


metaliks.com

7. The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of reckoning the Quorum under Section 103 of the Companies Act, 2013.
8. The Register of Members and Share Transfer Books of the Company will remain closed from September 18, 2024 to September 21, 2024 (both days inclusive).
9. As per Regulation 40 of the SEBI Listing Regulations, as amended, Securities of Listed Entities can be transferred only in dematerialised form with effect from April 1, 2019, except in case of transmission or transposition of Securities. In view of this, Members holding Shares in physical form are requested to consider converting their holdings to dematerialised form. Members can contact M/s Bigshare Services Private Limited, Registrar and Share Transfer Agents of the Company, ("RTA" or "Registrar") situated at Office # 306, Right Wing, 3rd Floor, Amrutha Ville, Opp. Yashoda Hospital, Somajiguda, Raj Bhavan Road, Hyderabad – 500082, India, E-mail: investor@bigshareonline.com website of the Registrar: <https://www.bigshareonline.com/Index.aspx> for assistance in this regard.
10. Members are requested to intimate changes, if any, pertaining to their Name, Postal Address, E-mail Address, Telephone / Mobile Numbers, Permanent Account Number, Mandates, Nominations, Power of Attorney, Bank Details viz., Name of the Bank, Branch Details, Bank Account Number, MICR Code, IFSC Code etc., to their Depository Participants ("DPs") in case the Shares are held in Electronic Form and Registrar / RTA in case the Shares are held in Physical Form.
 - a. Registration of E-mail for Shareholders holding Physical Shares: Members holding Shares in Physical Form and who have not registered their E-mail addresses may get their E-mail addresses registered with the Registrar and Transfer Agent of the Company, by referring to their website: <https://www.bigshareonline.com/Index.aspx> and follow the registration process as guided therein. Members are requested to provide details such as Name, Folio Number, Certificate Number, PAN, Mobile Number and E-mail and also upload the image of Share Certificate in PDF or JPEG format. On submission of the details, an OTP will be received by the Member which needs to be entered in the link for verification. For Permanent Registration for Demat Shareholders: It is clarified that for permanent registration of E-mail address, Members are requested to register their E-mail address, in respect of Demat holdings with the respective Depository Participant (DP) by follow the procedure, as prescribed by the Depository Participant.
 - b. For Temporary Registration for Demat Shareholders: Members holding Shares in Physical Form and who have not registered their E-mail addresses may get their E-mail addresses registered with the Registrar, by referring to their website: <https://www.bigshareonline.com/Index.aspx> and follow the registration process as guided therein. Members are requested to provide details such as Name, Folio Number, Certificate Number, PAN, Mobile Number and E-mail.
 - c. Registration of Bank Details for Physical Shareholders: Members holding Shares in Physical Form and who have not registered their Bank details can get the same registered with the Registrar, by clicking the <https://www.bigshareonline.com/Index.aspx> and follow the registration process as guided therein. Members are requested to provide details such as Name, Folio Number, Share Certificate Number, PAN, E-mail, along with the copy of the Cheque Leaf with the First named Member as mentioned on the Cheque Leaf containing Bank Name and Branch, Type of Account, Bank Account Number, MICR Details and IFSC code in PDF or JPEG format. It is very important that the Member submit the request letter duly signed. The Registrar will verify the documents upload and will only take on records for all valid cases. On submission of the details, an OTP will be received by the Member which needs to be entered in the link for verification.

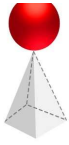


11. Nomination: Pursuant to Section 72 of the Companies Act, 2013, Members holding Shares in Physical Form are advised to file Nomination in the prescribed form SH-13 with the Company's Share Transfer Agent. In respect of the Shares held in dematerialised form, Members may please contact their respective Depository Participant.
12. Consolidation of Physical Share Certificates: Members holding Shares in Physical Form, in identical order of Names, in more than One Folio are requested to send to the Company or Registrar, the details of such Folios together with the Share Certificates for consolidating their holdings in one folio. A Consolidated Share Certificate will be issued to such Members after making requisite changes.
13. In compliance with the provisions of Section 108 of the Act read with Rule 20 of the Companies (Management and Administration) Rules, 2014 and Regulation 44 of the SEBI Listing Regulations, the Company has provided a facility to its Members to cast their vote electronically, through the E-Voting Services provided by the Central Depository Services (India) Limited ("CDSL") on all the Resolutions set forth in this Notice. Members who have cast their Votes by remote E-Voting prior to the AGM may also participate in the AGM through VC but shall not be entitled to cast their vote on such Resolutions again. The manner and process of E-Voting remotely by Members is provided in the instructions for E-Voting which forms part of this Notice.
14. A Person, whose name is recorded in the Register of Members or in the Register of Beneficial Owners maintained by the Depositories as on the Cut-off Date for dispatch of Notice and Annual Report i.e. August 23, 2024 will only be entitled for receipt of Annual Report.
15. The Voting Rights of the Shareholders for voting through remote E-Voting at the AGM shall be in proportion to their share of the Paid-up Equity Share Capital of the Company as on Saturday, September 14, 2024 ('Cut-off Date'). A Person whose name is recorded in the Register of Members or in the Register of Beneficial Owners maintained by the Depositories as on the Cut-off Date, only shall be entitled to avail the facility of Remote E-Voting or of voting at the AGM and who is not a Member as on the Cut-off Date shall treat this Notice for information purposes only.
16. The Remote E-Voting Period will commence on Wednesday, September 18, 2024 (IST 9:00 A.M.) and will end on Friday, September 20, 2024 (IST 5:00 P.M.). During this period, Members of the Company, holding Shares either in Physical Form or in dematerialised form, as on the Cut-off Date i.e., Saturday, September 14, 2024 shall be entitled to cast their vote by Remote E-Voting. Once the vote on a Resolution is cast by the Member, the Member shall not be allowed to change it subsequently.
17. The facility for Voting during the AGM will also be made available. Members present in the AGM through VC and who have not cast their Vote on the Resolutions through remote E-Voting and are otherwise not barred from doing so, shall be eligible to vote through E-Voting system during the AGM.
18. Any person who becomes a Member of the Company after sending the Notice and holding Shares as on the Cut-off Date (September 16, 2024) may obtain the Login-id and Password by sending a request at helpdesk.evoting@cdslindia.com. However, if a Member is already registered with CDSL for remote E-Voting then he / she can use his / her existing user-id and password for casting the vote.
19. In case of Joint-holders, the Joint-holder who is higher in the order of Names, will be entitled to vote at the Meeting, if not already voted through remote E-Voting.
20. Members seeking any information with regard to the accounts or any matter to be placed at the



AGM, are requested to write to the Company mentioning their Name, Demat Account Number / Folio Number, E-mail, Mobile Number at cs@precision-metaliks.com on or before Monday, September 16, 2024. The same will be replied by the Company suitably.

21. The Board of Directors has appointed Mr. Kashinath Sahu, Practicing Company Secretary (Membership No. F4790, CP No. 4807), Hyderabad as the Scrutinizer to scrutinize the Remote E-Voting Process and voting during the AGM, in a fair and transparent manner.
22. The Scrutinizer shall immediately, after the conclusion of E-Voting at the AGM, first count the votes cast during the AGM, thereafter, unblock the votes cast through remote E-Voting and make, not later than 48 hours of conclusion of the AGM, a Consolidated Scrutinizer's Report of the Total Votes Cast in favour or against, if any, to the Chairman or a person authorized by him in writing, who shall counter-sign the same. The Results declared along with the Scrutinizer's Report shall be placed on the website of the Company: <https://www.precision-metaliks.com> and on the website of CDSL <https://www.evotingindia.com>. The Results will also be communicated to NSE Limited, where the Equity Shares of the Company are listed.
23. To prevent fraudulent transactions, Members are advised to exercise due diligence and notify the Company of any change in address or demise of any member as soon as possible. Members are also advised not to leave their demat account(s) dormant for long. Periodic Statement of Holdings should be obtained from the concerned DPs and Holdings should be verified from time to time.
24. Instructions for attending the AGM through VC / OAVM:
 - i. Shareholders will be provided with a facility to attend the AGM through VC / OAVM through the CDSL E-Voting system. Shareholders may access the same at <https://www.evotingindia.com/> under Shareholders / Members login by using the Remote E-Voting Credentials. The link for VC / OAVM will be available in Shareholder / Members login where the EVSN of the Company is displayed.
 - ii. Members may join the Meeting through Laptops, Smart Phones, Tablets, and I-pads for better experience. Further, Members will be required to use the Internet with a good speed to avoid any disturbance during the Meeting. Please note that participants connecting from Mobile Devices or Tablets or through Laptops connecting via mobile hotspot may experience Audio / Video loss due to fluctuation in their respective network. It is therefore recommended to use stable Wi-Fi or LAN connection to mitigate any glitches.
 - iii. Shareholders who would like to express their views / ask questions during the Meeting may register themselves as a speaker by sending their request at least 5 days in advance prior to the Meeting Date (latest by September 16, 2024) from their registered E-mail address mentioning their names, DP-ID and Client-ID / Folio Number, PAN and Mobile Number at cs@precision-metaliks.com Only those Members who have pre-registered themselves as a Speaker will be allowed to express their views / ask questions during the AGM. The Company reserves the right to restrict the number of speakers depending on the availability of time for the AGM.
 - iv. Members are encouraged to submit their questions in advance with regard to the Financial Statements or any other matter to be placed at the Twelfth Annual General Meeting, from their registered E-mail address, mentioning their Name, DP-ID and Client-ID Number / Folio Number and Mobile Number, to reach the Company's E-mail address at cs@precision-metaliks.com before 5:00 P.M. (IST) on Monday, September 16, 2024. Such questions by the Members shall be suitably replied by the Company.
 - v. Those Shareholders who have registered themselves as a Speaker will only be allowed to express their views / ask questions during the Meeting.



- vi. If any votes are cast by the Shareholders through the E-Voting available during the AGM and if the same Shareholders have not participated in the Meeting through VC / OAVM facility, then the votes cast by such Shareholders shall be considered as invalid, as the facility of E-Voting during the Meeting is available only to the Shareholders attending the Meeting.
25. Subject to the receipt of requisite number of votes, the Resolutions forming part of the AGM Notice shall be deemed to be passed on the date of the AGM, i.e. Saturday, September 21, 2024.
26. Voting through Electronic Means: Pursuant to Section 108 of the Companies Act, 2013 and Rule 20 read with the Companies (Management and Administration) Rules, 2014 read with amendments or re-enactments made there under and Regulation 44 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 the Company is pleased to provide the facility to exercise Members' Right to Vote at the Twelfth Annual General Meeting (AGM) by electronic means and the business may be transacted through E-Voting Services provided by Central Depository Services (India) Limited (CDSL).

The Members attending the Meeting, who have not already cast their vote through Remote E-Voting shall be able to exercise their Voting Rights at the Meeting. The Members who have already cast their vote through Remote E-Voting may attend the Meeting but shall not be entitled to cast their vote again at the AGM.

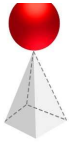
27. Instructions for Shareholders for Voting Electronically are as under:

The Voting Period will commence on Wednesday, September 18, 2024 (9:00 A.M.) and closes on Friday, September 20, 2024 (5:00 P.M.) During this period, the Shareholders of the Company, holding Shares either in Physical Form or in Dematerialized Form, as on the Cut-off Date (Record Date), Saturday, September 14, 2024 may cast their vote electronically. The E-Voting module shall be disabled by CDSL for Voting thereafter.

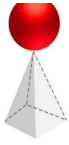
Shareholders who have already voted prior to the Meeting Date would not be entitled to vote at the Meeting.

Login method for E-Voting and Joining Virtual Meetings for Individual Shareholders holding Securities in Demat Mode:

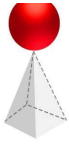
Pursuant to SEBI Circular No. SEBI/HO/CFD/CMD/ CIR/P/2020/242 dated December 9, 2020 on "E-Voting Facility provided by Listed Companies", Individual Shareholders holding Securities in Demat mode are allowed to cast their vote through their Demat Account maintained with the Depositories and Depository Participants. Shareholders are advised to update their Mobile Number and E-mail in their Demat Accounts in order to access the E-Voting Facility. Pursuant to the above said SEBI Circular, Login method for E-Voting and joining Virtual Meetings for Individual Shareholders holding Securities in Demat mode CDSL / NSDL is given below:



Type of Shareholders	Login Method
Individual Shareholders Holding Securities in Demat Mode with CDSL	<ol style="list-style-type: none"><li data-bbox="683 281 1383 558">1. Users who have opted for CDSL EASI / EASIEST facility, can login through their existing User-id and Password. Option will be made available to reach E-Voting page without any further authentication. The URL for Users to login to EASI / EASIEST is https://web.cdslindia.com/myeasitoken/home/login or visit www.cdslindia.com and click on Login icon and select New System MYEASI.<li data-bbox="683 569 1383 978">2. After successful login to the EASI / EASIEST User will be able to see the E-Voting option for eligible Companies where the E-Voting is in progress as per the information provided by Company. On clicking the E-Voting option, the User will be able to see E-Voting page of the E-Voting Service Provider for casting your Vote during the remote E-Voting period or joining Virtual Meeting and Voting during the Meeting. Additionally, there are also links provided to access the system of all E-Voting Service Providers i.e. CDSL / NSDL / KARVY / LINKINTIME, so that the User can visit the E-Voting Service Providers website.<li data-bbox="683 989 1383 1083">3. If the User is not registered for the EASI / EASIEST, option to register is available at the following link: https://web.cdslindia.com/myeasitoken/home/login<li data-bbox="683 1094 1383 1404">4. Alternatively, the User can directly access E-Voting Page by providing Demat Account Number and PAN on E-Voting link available on www.cdslindia.com home page. The system will authenticate the User by sending OTP on the Registered Mobile and E-mail as recorded in the Demat Account. After successful authentication, the User will be able to see the E-Voting option where the E-Voting is in progress and also able to directly access the system of all the E-Voting Service Providers.



<p>Individual Shareholders Holding Securities in Demat Mode with NSDL</p>	<ol style="list-style-type: none">1. If you are already registered for NSDL IDeAS facility, please visit the E-services website of NSDL. Open web browser by typing the following URL: https://www.eservices.nsdl.com/ either on a Personal Computer or on a Mobile. Once the Homepage of E-services is launched, click on the "Beneficial Owner" icon under "Login" which is available under 'IDeAS' Section. A new screen will open. You will have to enter your User-id and Password. After successful authentication, you will be able to see E-Voting Services. Click on "Access to E-Voting" under E-Voting Services and you will be able to see E-Voting page. Click on Company name or E-Voting Service Provider name and you will be re-directed to E-Voting Service Provider website for casting your vote during the remote E-Voting period or joining Virtual Meeting and Voting during the Meeting.2. If the User is not registered for IDeAS E-services, option to register is available at https://www.eservices.nsdl.com/ Select "Register Online for IDeAS" Portal or Click at https://eservices.nsdl.com/3. Visit the E-Voting website of NSDL. Open web browser by typing following URL: https://www.evoting.nsdl.com/ either on a Personal Computer or on a mobile. Once the homepage of E-Voting system is launched, click on the icon "Login" which is available under 'Shareholder / Member' section. A new screen will open. You will have to enter your User-id (i.e. your sixteen digit Demat account number hold with NSDL), Password / OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository Site wherein you can see E-Voting page. Click on Company name or E-Voting Service Provider name and you will be redirected to E-Voting Service Provider Website for casting your Vote during the remote E-Voting period or joining Virtual Meeting and Voting during the Meeting.
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Individual Shareholders Holding Securities in Demat Mode Login through their Depository Participants	You can also login using the login credentials of your Demat account through your Depository Participant registered with NSDL / CDSL for E-Voting facility. After successful login, you will be able to see E-Voting option. Once you click on E-Voting option, you will be redirected to NSDL / CDSL Depository site after successful authentication, wherein you can see E-Voting feature. Click on Company Name or E-Voting Service Provider name and you will be redirected to E-Voting Service Provider website for casting your vote during the Remote E-Voting period or joining Virtual Meeting and voting during the Meeting.
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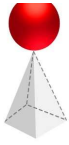
Important note: Members who are unable to retrieve User-id / Password are advised to use Forgot User-id and Forgot Password option available at above mentioned website.

Helpdesk for Individual Shareholders holding Securities in Demat mode for any technical issues related to login through Depository i.e. CDSL and NSDL

Login type	Helpdesk details
Individual Shareholders Holding Securities in Demat Mode with CDSL	Members facing any technical issue in login can contact CDSL Helpdesk by sending a request at the following e-mail: helpdesk.evoting@cDSLindia.com or Contact at 022-23058738 / 022-23058542-43
Individual Shareholders Holding Securities in Demat Mode with NSDL	Members facing any technical issue in login can contact NSDL Helpdesk by sending a request at evoting@nsdl.co.in or Call at Toll Free No. 1800 1020 990 and 1800 22 44 30

Login method for E-Voting for Physical Shareholders and Shareholders other than Individuals holding in the Demat Form

- a. The Shareholders should log on to the E-Voting Website: www.evotingindia.com
- b. Click on “SHAREHOLDERS” Module.
- c. Now enter your User-id
 - i. For CDSL: 16 Digits Beneficiary ID
 - ii. For NSDL: 8 Character DP-ID followed by 8 Digits Client-ID
 - iii. Shareholders holding shares in Physical Form should enter Folio Number registered with the Company.
- d. Next enter the ‘Image Verification’ as displayed and Click on Login.
- e. If you are holding Shares in Demat form and had logged on to www.evotingindia.com and had voted on an earlier E-Voting of any Company, then your existing password is to be used.
- f. If you are a first-time user follow the steps given below:



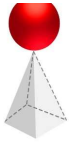
For Physical Shareholders and other than Individual Shareholders holding Shares in Demat Form

PAN	Enter your 10-digit alpha-numeric PAN issued by Income Tax Department (Applicable for both Demat Shareholders as well as Physical Shareholders) Shareholders who have not updated their PAN with the Company / Depository Participant are requested to use the sequence number sent by Company / RTA or contact Company / RTA
Dividend Bank Details or Date of Birth (DOB)	Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your Demat Account or in the Company Records in order to login. If both the details are not recorded with the Depository or Company, please enter the Member-id / Folio Number in the 'Dividend Bank Details' field.

- a. After entering these details appropriately, click on 'SUBMIT' tab.
- b. Shareholders holding Shares in Physical Form will then directly reach the Company selection screen. However, Shareholders holding Shares in Demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the 'New Password' field. Kindly note that this password is to be also used by the Demat Account Holders for voting for Resolutions of any other Company on which they are eligible to vote, provided that the Company opts for E-Voting through CDSL Platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- c. For Shareholders holding Shares in Physical Form, the details can be used only for E-Voting on the Resolutions contained in this Notice.
- d. Click on the EVSN of the relevant Company (PRECISION METALIKS LIMITED) on which you choose to vote.
- e. On the Voting Page, you will see 'RESOLUTION DESCRIPTION' and against the same the option 'YES / NO' for Voting. Select the option 'YES' or 'NO' as desired. The option 'YES' implies that you assent to the Resolution and option 'NO' implies that you dissent to the Resolution.
- f. Click on the 'RESOLUTIONS FILE LINK' if you wish to view the entire Resolution details.
- g. After selecting the Resolution, you have decided to vote on, click on 'SUBMIT'. A Confirmation Box will be displayed. If you wish to confirm your vote, click on 'OK', else to change your vote, click on 'CANCEL' and accordingly modify your vote.
- h. Once you 'CONFIRM' your vote on the Resolution, you will not be allowed to modify your vote.
- i. You can also take a print of the votes cast by clicking on 'Click here to Print' option on the Voting Page.
- j. If a Demat Account Holder has forgotten the login password, then enter the User-id and the 'Image Verification Code' and click on 'Forgot Password' and enter the details as prompted by the system.

Additional Facility for Non – Individual Shareholders and Custodians – For Remote Voting:

- Non-Individual Shareholders (i.e. other than Individuals, HUF, NRI, etc.) and Custodians are required to log on to the website: www.evotingindia.com and register themselves in the 'CORPORATES' Module.
- A scanned copy of the Registration Form bearing the Stamp and Sign of the Entity should be mailed to helpdesk.evoting@cdslindia.com



- After receiving the login details, a Compliance User should be created using the Admin login and Password. The Compliance User would be able to link the account(s) for which they wish to vote on.
- The List of accounts linked in the login should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.
- A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the Scrutinizer to verify the same.
- Alternatively, Non-Individual Shareholders are required to send the relevant Board Resolution / Authority Letter, etc. together with the Attested Specimen Signature of the Duly Authorized Signatory who are authorized to vote, to the Scrutinizer and to the Company at the E-mail address: cs@precision-metaliks.com if they have voted from individual tab and not uploaded same in the CDSL E-Voting System for the Scrutinizer to verify the same.

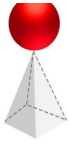
If you have any queries or issues regarding E-Voting from the CDSL E-Voting System, you can write an e-mail to helpdesk.evoting@cdslindia.com or contact at 022-23058738 and 022-23058542/43

All grievances connected with the facility for Voting by electronic means may be addressed to Mr. Rakesh Dalvi, Senior Manager, Central Depository Services (India) Limited (CDSL), Wing - A, 25th Floor, Marathon Futurex, Mafatlal Mill Compounds, N M Joshi Marg, Lower Parel (East), Mumbai - 400013 or send an e-mail to helpdesk.evoting@cdslindia.com or call on 022-23058542 / 43

By Order of the Board
For Precision Metaliks Limited

Date: August 22, 2024
Place: Visakhapatnam

Sd/-
Devarapalli Ramesh Babu
Whole-Time Director
(DIN: 02163058)

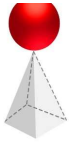


Annexure

Information required to be furnished under Listing Regulations And Secretarial Standard-2 and Regulation 36(3) of the SEBI (Listing Obligations And Disclosure Requirements) Regulations, 2015

As required under Listing Regulations and Secretarial Standard-2, the particulars of Directors who are proposed to be re-appointed, during the year under review are furnished below:

Name of the Director	Jayanthi Roja Ramani
Date of Birth	January 4, 1968
DIN	05334095
Date of joining the Board	February 18, 2016
Profile of the Director (including areas of expertise)	Ms. Jayanthi Roja Ramani, Co-Promoter of Precision Metaliks Limited is currently the Non-Executive Director of the Company. She has completed her Post-Graduation with Master of Business Administration and M.Com and is also semi-qualified Cost and Management Accountant. She joined Precision Metaliks Limited in 2016 and has held various positions in the Accounts and Finance functions. Ms. Jayanthi Roja Ramani has experience of almost two decades in Banking, Finance, and overall Management.
Terms and Conditions of re-appointment	Ms. Jayanthi Roja Ramani is proposed to be re-appointed as a Director, liable to retire by rotation.
Remuneration last Drawn (including Sitting Fees, if any)	-
Number of Meetings of the Board attended during the year	10 (Ten)
Directorship of other Board's as on March 31, 2024	1. Abhishek Business Private Limited 2. Synergies Innovation Labs Private Limited 3. Sunrise Meadows Ventures Private Limited 4. Stellar Wheels Limited 5. Chandlas Securities Private Limited 6. BTS Hyderabad Business Private Limited 7. True Blue Business Private Limited
Membership / Chairmanship of Committees of other Companies as on March 31, 2024	Nil
Cessation from Directorships of Listed Entities in the past three years	Nil
Inter-se Relationship with other Directors / KMP	Not related to any Director / KMP
Number of Shares held in the Company as on March 31, 2024	16,28,000 Equity Shares
Confirmation pursuant to NSE Circular dated June 20, 2018	Ms. Jayanthi Roja Ramani has confirmed that she is not debarred from holding the office of Director by virtue of any SEBI Order or any such authority.



DIRECTORS' REPORT

To

The Shareholders

The Directors have pleasure in presenting the Twelfth Annual Report of the Company, together with the Standalone Financial Statements, for the Financial Year 2023-2024.

Financial Highlights

(Rs. in Lakhs)

Particulars	2023-2024	2022-2023
Revenue from Operations	19,578.75	18,862.88
Other Income	64.50	42.97
Total Income	19,643.25	18,905.85
Total Expenses	18,917.35	18,169.93
Profit/(Loss) Before Tax	725.90	735.92
Tax	48.27	25.87
Deferred Tax	(0.75)	(0.38)
Profit/(Loss) After Tax	678.38	710.43

State of Company Affairs

The Company recorded Revenue from Operations of Rs.19,578.75 Lakhs for the year ended March 31, 2024, as against Rs.18,862.88 Lakhs recorded during the previous year. It achieved PAT of Rs.678.38 Lakhs as against the corresponding previous year, PAT was Rs.710.43 Lakhs. The Management focused closely on Cost Control and Working Capital Management. This enabled for the growth in the Turnover and Profitability. Your Directors are confident of posting the targeted results in the years ahead.

Dividend

The Board have not recommended any Dividend for the Financial Year ended March 31, 2024 as the profits will be deployed for its business expansion program.

Transfer to Reserves

During the year under review, the Board of Directors decided not to transfer any profits to the General Reserves.

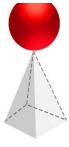
Share Capital

During the Financial Year 2023-2024, the Authorised Share Capital of the Company was increased to Rs.25,00,00,000/- from Rs.16,50,00,000/- in view of the Preferential Issue undertaken.

During the year under review, the Company had issued and allotted 67,00,000 Equity Shares of Rs.10/- each. The said Shares rank pari-passu in all respects with the existing Fully Paid-up Equity Shares of the Company. Post the Preferential Issue, the Issued and Paid-up Share Capital of the Company increased to Rs.22,95,90,660/-.

Transfer to Investor Education and Protection Fund

During the year under review, no unclaimed amount or unclaimed Shares were required to be transferred to the Investor Education and Protection Fund as required under Section 125 of the Companies Act, 2013.



Deposits

During the year ended March 31, 2024, the Company had not accepted any Deposits, as defined under the provision of the Companies Act, 2013 and Companies (Acceptance of Deposits) Rules, 2014.

Change in the Nature of Business

The Company is engaged in the processing / manufacturing of semi-finished alloy wheels by rendering value added services and also other engineering services. During the year, there has been no change in the nature of the business of the Company.

Director's Responsibility Statement

Your Directors would like to state that:

- In the preparation of the Annual Accounts for the Financial Year ended March 31, 2024, the applicable Accounting Standards have been followed.
- The Directors have selected such Accounting Policies and applied them consistently and made judgements and estimates that were prudent so as to give a true and fair view of the State of Affairs of the Company as at March 31, 2024 and of the Profit or Loss of the Company for the year ended on that date.
- 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.
- The Directors have prepared the Annual Accounts on a 'Going Concern' basis.
- The Directors had laid down Internal Financial Controls to be followed by the Company and that such Internal Financial Controls are adequate and were operating effectively.
- The Directors had devised proper system to ensure compliance with the provisions of all the applicable laws and that such system were adequate and operating effectively.

Statutory Auditors

M/s. PPKG & Co Chartered Accountants (FRN: 0096555) were appointed as the Statutory Auditors of the Company in the Ninth Annual General Meeting held on September 2, 2021 for a consecutive term of five years, from the conclusion of the Ninth Annual General Meeting till the conclusion of the Fourteenth Annual General Meeting of the Company.

Auditors' Report

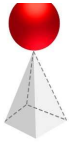
The Auditors' Report given by M/s PPKG & Co., Statutory Auditors of the Company on the Standalone Financial Statements of the Company for the year ended March 31, 2024 is part of the Annual Report. The Auditors' Report does not contain any qualifications, reservations or adverse remark. During the year under review, the Auditors had not reported any matter under Section 143(12) of the Act, therefore no detail is required to be disclosed under Section 134 (3) (ca) of the Act.

Conservation of Energy, Technology Absorption, Foreign Exchange Earnings and Outgo

Particulars relating to Conservation of Energy, Technology Absorption, Foreign Exchange Earnings, and outgo, as prescribed under Sub-section 3(m) of Section 134 of the Companies Act, 2013 read with the Companies (Accounts) Rules, 2014 are given in Annexure – A, forming part of the Board's Report

Secretarial Audit

In accordance with the provisions of Section 204 of the Companies Act, 2013 read with the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Secretarial Audit for the Financial Year 2023-2024 was carried out by Mr. Kashinath Sahu, Company Secretary in Practice. The Secretarial Auditor' Report for the Financial Year 2023-2024 is annexed herewith marked as Annexure – B to the Board's Report. The Secretarial Audit Report does not contain any qualifications, reservations or adverse remarks; hence no detail is required to be disclosed under Section 134 (3) (ca) of the Act.



Management Discussion and Analysis

Pursuant to Regulation 34(2)(e) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, Report on Management Discussion and Analysis, is herewith annexed as Annexure – C.

Corporate Governance

The Company provides utmost importance to best Governance Practices and is designated to act in the best interest of its Stakeholders. Better Governance practice enables the company to introduce more effective internal controls suitable to the changing nature of business operations, improve performance and also provide an opportunity to increase Stakeholders' understanding of the key activities and policies of the organisation.

Pursuant to Regulation 15(2) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company is not required to mandatorily comply with the provisions of certain regulations of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. Hence, the Company is not filing a Corporate Governance Report to the Stock Exchange and not providing the Corporate Governance Report as part of this Annual Report. However, the Company has obtained Certificate from Mr. Kashinath Sahu, Practicing Company Secretary regarding compliance with the Corporate Governance norms. The same is annexed to this Report as Annexure – D.

Annual Return

Pursuant to Sec 92(3) of the Companies Act, 2013 read with Rule 12 of the Companies (Management and Administration) Rules, 2014, the copy of Annual Return can be accessed at the Company's weblink at <https://precision-metaliks.com/>.

Directors and Key Managerial Personnel

a. Board of Directors

As on March 31, 2024, the Board constituted of the following Directors:

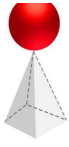
S No	Name of Director	DIN	Designation
1	Ms. Jayanthi Roja Ramani	05334095	Chairman / Non-Executive Director
2	Mr. D. Ramesh Babu	02163058	Whole-Time Director and CEO
3	Mr. Percy Homi Italia	00033962	Non-Executive Independent Director
4	Mr. Revoor Ramachandra	00490051	Non-Executive Independent Director

During the year, Mr. Sevvana Venkata Raman Rao had resigned from the Directorship on August 24, 2023. Mr. D. Ramesh Babu was appointed as an Additional Director on the Board on August 24, 2023. His Directorship was regularized in the Eleventh Annual General Meeting held on September 23, 2023.

Certificate from Practicing Company Secretary as required under Part-C of Schedule-V of the Listing Regulations, received from Mr. Kashinath Sahu, Practicing Company Secretary, that None of the Directors on the Board of the Company have been debarred or disqualified from being appointed or continuing as Directors of the Company by the Securities and Exchange Board of India / Ministry of Corporate Affairs or any such statutory authority, is annexed as Annexure – E to the Report.

b. Key Management Personnel

Mr. Devarapalli Ramesh Babu was appointed as the Chief Executive Officer of the Company w.e.f. October 1, 2023.



c. Retirement by Rotation

In accordance with the provisions of Section 152 of the Companies Act, 2013 and Articles of Association of the Company, Ms. Jayanthi Roja Ramani (DIN:05334095) who retires by rotation and offers herself for re-appointment in accordance with the provisions of the Companies Act, 2013.

d. Board Evaluation

Pursuant to the provisions of the Companies Act, 2013 and the Corporate Governance requirements as prescribed by the Securities and Exchange Board of India (Listing Obligations and Disclosures Requirements) Regulations, 2015 ("SEBI Listing Regulations") The Board has adopted a process for evaluating its performance and effectiveness as well as that of its committees and carried out an annual evaluation of its performance, Board Committees, and the Directors individually.

The Board and the Nomination and Remuneration Committee reviewed the performance of the Individual Directors based on the criteria and framework adopted by the Board. The Evaluation Criteria included various aspects such as the functionality of the Board, Compositions, Process and Procedures including adequate and timely information, attendance, the delegation of responsibility, decision making, roles and responsibility including Monitoring, Benchmarking, Feedback relationship with the Stakeholders.

Policy on Directors Appointment and Remuneration

The Nomination and Remuneration Policy of the Company available on the website of the Company at <https://precision-metaliks.com/>. There was no change in the Policy during the year. The salient features of the Policy are as under:

- Matters to be dealt with, perused and recommended to the Board by the Nomination and Remuneration Committee i.e., Size and composition of the Board, criteria to recommend Directors to the Board, Succession Plans, Evaluation of Performance, Remuneration Framework etc.
- Policy for appointment and removal of Directors, KMP and Senior Management – Ascertain appointment criteria and qualifications, term and tenure of Directors, Process / Framework for Removal. Retirement etc.
- Policy relating to the remuneration for Directors, KMP and Senior Management
- Policy Review etc.

e. Details regarding Directors Remuneration

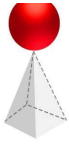
The information relating to Remuneration paid to Directors as required under Section 197(12) of the Companies Act is given under Annexure – F.

f. Declaration by Independent Directors

The Company has received the necessary declaration from the Independent Directors as required under Section 149(7) of the Companies Act, 2013 and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, confirming that they meet the criteria of Independence as laid down in Section 149(6) of the Act and that of Listing Regulations. Independent Directors comply with the Code of Conduct prescribed under Schedule-IV of the Companies Act, 2013. In the opinion of the Board, the company's Independent Directors possess the integrity, requisite experience, and expertise relevant to the industry in which the company operates. Further, all the Company's Independent Directors have registered with the Independent Director's Databank of the Indian Institute of Corporate Affairs.

Board Meetings

During the year, Ten (10) Board Meetings were held viz. May 2, 2023; May 29, 2023; June 26, 2023; August 9, 2023; August 24, 2023; September 11, 2023; November 14, 2023; December 20, 2023; February



12, 2024 and March 28, 2024 in accordance with the provisions of the Companies Act, 2013 and in compliance with the Secretarial Standards of the Institute of Company Secretaries of India.

Name of the Director	Number of Board Meetings held during the Year	Number of Board Meetings attended during the Year
Mr. Percy Homi Italia	10	7
Mr. Revoor Ramachandra	10	10
Smt. Jayanthi Roja Ramani	10	10
Mr. D. Ramesh Babu *	5	5

Mr. D. Ramesh Babu was appointed on the Board on August 24, 2023.

General Meetings

During the year, the Eleventh Annual General Meeting of the Members was held on September 23, 2023 at 1:00 P.M. (IST) through Video Conferencing (VC). During the year under review, the First Extra-ordinary General Meeting was held on March 9, 2024 at 1:00 P.M. (IST) through Video Conferencing (VC).

Board Committees

To have more focused attention on business and for better governance and accountability, the Board has the following Committees as of March 31, 2024:

1. Audit Committee
2. Nomination and Remuneration Committee
3. Stakeholders Relationship Committee

The Board determines the terms of reference of these Committees, and their relevance is reviewed from time to time. The respective Chairman of the Committee convenes Meetings of each of these Committees. The Board supervises the execution of its responsibilities by the Committees and is responsible for their action. The Minutes and proceedings of the Meetings of all Committees are placed before the Board for review. The Minutes of the Committee Meetings are sent to all Members of the Committee individually and tabled at the Board Meetings. Following are the details of the Board Committees:

Audit Committee

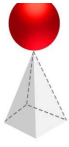
The Audit Committee of the Board of Directors was constituted in conformity with the requirements of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Section 177 of the Companies Act, 2013. The terms of reference of the Audit Committee are as set out in conformity with the Listing Regulations and provisions of the Companies Act, 2013. The composition of the Audit Committee is, as of March 31, 2024 as follows:

Name of the Director	Designation	Nature of Directorship
Mr. Percy Homi Italia	Chairman	Independent Director
Mr. Revoor Ramachandra	Member	Independent Director
Ms. Jayanthi Roja Ramani	Member	Non-Executive Director

All the recommendations of the Audit Committee have been accepted by the Board.

Nomination and Remuneration Committee

The Nomination and Remuneration Committee of the Board of Directors conforms with the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, and Section 178 of the Companies Act, 2013. The composition of the Nomination and Remuneration Committee as of March 31, 2024, is as follows:



Name of the Director	Designation	Nature of Directorship
Mr. Revoor Ramachandra	Chairman	Independent Director
Mr. Percy Homi Italia	Member	Independent Director
Ms. Jayanthi Roja Ramani	Member	Non-Executive Director

All the recommendations of the said Committee have been accepted by the Board.

Stakeholder Relationship Committee

The Company has constituted a Stakeholders' Relationship Committee pursuant to provisions of Section 178(5) of the Companies Act, 2013 and Regulation 20 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The composition of the Stakeholders' Relationship Committee as of March 31, 2024, is as follows:

Name of the Director	Designation	Nature of Directorship
Mr. Percy Homi Italia	Chairman	Independent Director
Mr. Revoor Ramachandra	Member	Independent Director
Mr. D. Ramesh Babu	Member	Whole-Time Director and CEO

Mr. Rakesh Kumar, Company Secretary acts as the Secretary to the above-mentioned Committees.

Particulars of Loans, Guarantees or Investments under Section 186 of the Companies Act, 2013

The Company has not given any Loans nor provided Guarantee nor made any Investments during the Financial Year 2023-2024, which is beyond the limits as per the Section 186 of the Companies Act, 2013.

Contracts or Arrangements with Related Parties under Section 188(1) of the Companies Act, 2013

During the year, the Company had not entered into any Contract or Arrangement with Related Parties which could be considered 'Material' according to the Policy of the Company on Materiality of Related Party Transactions. Details of all the Related Party Transactions are mentioned in the Notes to Financial Statements. There are no Related Party Transactions with Promoter / Promoter Group of the Company.

Details of Subsidiary Companies, Associates and Joint Venture Companies

The Company does not have any Subsidiary, Associate and Joint Venture Companies.

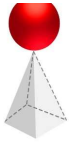
Internal Control Systems and their Adequacy

The Company has an Internal Control System, commensurate with the size, scale, and complexity of its operations. The scope and authority of the Internal Audit Function is defined in the Internal Audit Manual. To maintain its objectivity and independence, the Internal Audit Function reports to the Chairman of the Audit Committee and to the Board of Directors. The Internal Audit Department monitors and evaluates the efficacy and adequacy of the Internal Control System in the Company, its compliance with the Policies and Procedures at all levels of the Company.

Based on the Report of Internal Audit Function, process owners undertake corrective action in their respective areas and thereby strengthen the controls. Significant audit observations and recommendations along with corrective actions thereon are presented to the Audit Committee.

Corporate Social Responsibility

The Company believes in giving back to society and we have taken steps for that. Alongside our business priorities, the Company is committed to society as well and this is apparent through our CSR Activities. During the Financial Year 2023-2024, the Company has transferred an amount of Rs.8.80 Lakhs in Current Account with a Scheduled Bank, towards Unspent CSR Account, which is 2% of its average Net Profits for the preceding three Financial Years. The CSR Policy is uploaded on the Company's website at the web



link: <https://precision-metaliks.com/>

Industrial Relations

During the year under review, the Company enjoyed cordial relationship with workers and employees at all levels.

Risk Assessment and Risk Minimization Procedure

In line with the Regulatory requirements, the Company has formally framed a Risk Management Policy to identify and assess the key risk areas and monitor them. The Board periodically reviews the risks and suggests steps to be taken to control the risks.

Material Changes and Commitments

There were no material changes and commitments affecting the Financial Position of the Company between the end of Financial Year March 31, 2024 and the Date of the Report August 20, 2024.

Risk Management Committee

Regulation 21 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 pertaining to constituting of the Risk Management Committee, is not applicable to the Company during the Financial Year under review.

Vigil Mechanism

The Company has in place an established Whistle Blower Policy. The Audit Committee and the Board periodically reviews the Policy and its implementation. The purpose of this Policy is to provide framework to report genuine concerns by the Employees, pursuant to the provisions of Section 177(9) and (10) of the Companies Act, 2013. The same has been placed on the website of the Company <https://www.precision-metaliks.com>

Particulars of Employees

In terms of Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Company does not have any Employee who is employed throughout the Financial Year and in receipt of Remuneration of Rs.120 Lakhs or more, or Employees who are employed for part of the year and in receipt of Rs.8.50 Lakhs or more per month.

Maintenance of Cost Records

Maintenance of Cost Records as specified by the Central Government under Section 148 of the Companies Act, 2013 does not apply to the Company.

Environment

The Company strictly adheres to the provisions of Environmental Laws. There are no waste effluents generated by the Company which may cause pollution.

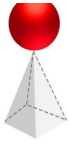
Listing Fees

The Company affirms that the Annual Listing Fees for the Financial Year 2023-2024 to the National Stock Exchange of India Limited (NSE) have been duly paid.

General

Your Directors state that there were no transactions in respect of the following items during the year under review requiring disclosure or reporting:

- Deposits covered under Chapter V of the Companies Act, 2013.
- Issue of Equity Shares with Differential Rights as to Dividend, Voting or otherwise.
- Significant or Material Orders passed by the Regulators or Courts or Tribunals, which would impact



the Going Concern status and the Company's operations in future.

- Application made or proceeding pending under Insolvency and Bankruptcy Code, 2016.
- One Time Settlement with Banks and / or Financial Institutions
- No Companies have ceased to be its Subsidiaries, Joint Ventures, or Associated Companies during the year.

Your Directors further state that the Company has constituted an Internal Complaints Committee and during the year under review, there were no cases filed pursuant to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. The Company has the requisite Policy in place.

Acknowledgements

The Directors hereby acknowledge the dedicated and loyal services rendered by the Employees of the Company during the year. They would also like to place on record their appreciation for the continued co-operation and support received by the Company during the year from Bankers, Financial Institutions, Government Authorities, Business Partners, Shareholders, and other Stakeholders without whom the overall satisfactory performance would not have been possible.

Date: August 22, 2024

Place: Visakhapatnam

On behalf of the Board of Directors

For Precision Metaliks Limited

Sd/-

Jayanthi Roja Ramani

Director

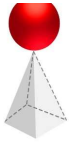
DIN: 05334095

Sd/-

Devarapalli Ramesh Babu

Whole-Time Director

DIN: 02163058



Annexure – A

Particulars pursuant to the Companies (Accounts) Rules, 2014

A. Conservation of Energy

- a) Steps taken on impact of Conservation of Company Energy
 - Ensuring optimum utilization of energy and maximum possible savings of energy.
 - Avoiding any known wastages of energy by monitoring and renewing energy usage
- b) Steps taken by the Company for utilizing alternate sources of energy.
 - Improved efficiency by use of diesel generators in case of emergency and as stand-by
- c) Capital Investments on Energy Consumption Equipment
 - During the year under review, the Company has not invested in any energy conservation equipment.

B. Technology Absorption

The Company's products are manufactured by using In-house Technology and no outside technology is being used for manufacturing activities. No technology absorption was required during the year. The Company constantly strives for maintenance and improvement in the quality of its products and entire activities are directed to achieve the aforesaid goal.

C. Foreign Exchange Earnings and Outgo

(Rs. in Lakhs)

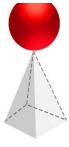
Particulars	2023-2024	2022-2023
Earnings (Exports of Products)	238.24	18.35
Outgo (Import of Raw Materials)	2,740.65	9,629.72

Date: August 22, 2024
Place: Visakhapatnam

On behalf of the Board of Directors
For Precision Metaliks Limited

Sd/-
Jayanthi Roja Ramani
Director
DIN: 05334095

Sd/-
Devarapalli Ramesh Babu
Whole-Time Director
DIN: 02163058



Annexure – B

FORM MR-3
SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED MARCH 31, 2024

[Pursuant to Section 204(1) of the Companies Act, 2013 and Rule 9 of the Companies (Appointment and Remuneration Personnel) Rules, 2014]

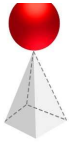
To
The Members
Precision Metaliks Limited

I have conducted the Secretarial Audit of the Compliance of applicable Statutory Provisions and the adherence to good corporate practices by M/s Precision Metaliks Limited (hereinafter called "the Company"). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the Corporate Conducts / Statutory Compliances and expressing our opinion thereon.

Based on my verification of the Company's Books, Papers, Minutes Books, Forms and Returns filed and other records maintained by the Company and also information provided by the Company, its Officers, Agents and Authorised Representatives during the conduct of Secretarial Audit, I hereby report that in my opinion, the Company has, during the Audit Period covering the Financial Year ended on March 31, 2024 complied with the Statutory Provisions listed hereunder and also that the Company has proper Board processes and Compliance mechanism in place to the extent, in the manner and subject to the reporting made herein after:

I have examined the Books, Papers, Minutes Books, Forms and Returns filed and other Records maintained by M/s Precision Metaliks Limited for the Financial Year ended March 31, 2024 and made available to me, according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and Rules made there under;
- (ii) The Securities Contracts (Regulation) Act, 1956 (SCRA) and Rules made thereunder;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- (iv) Foreign Exchange Management Act, 1999 and the Rules and Regulations made there under to the extent of Foreign Direct Investment, Overseas as Direct Investment and External Commercial Borrowings;
- (v) The Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act') viz.
 - (a) Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015
 - (b) Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018
 - (c) Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015
 - (d) Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011
 - (e) Securities and Exchange Board of India (Depositories and Participants) Regulations, 2018
 - (f) Securities and Exchange Board of India (Buy-Back of Securities) Regulations, 2018 **[Not applicable during the Audit Period]**
 - (g) Securities and Exchange Board of India (Share Based Employee Benefits and Sweat Equity) Regulations, 2021 **[Not applicable during the Audit Period]**
 - (h) Securities and Exchange Board of India (Issue and Listing of Securitised Debt Instruments and



Security Receipts) Regulations, 2008 ***[Not applicable during the Audit Period]***

- (i) Securities and Exchange Board of India (Issue and Listing of Non-Convertible and Redeemable Preference Shares) Regulations, 2021 ***[Not applicable during the Audit Period]***
- (j) Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2021 ***[Not applicable during the Audit Period]*** and

** As the Company is listed on the SME Platform, filing of Secretarial Compliance Report under Regulation 24A of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 does not arise.*

(vi) The other laws, as informed and certified by the Management of the Company which are specifically applicable to the Company are:

1. Factories Act, 1948 and Rules made thereunder
2. Special Economic Zones Act, 2005 and Rules made thereunder
3. Shop and Establishment Act, 1953 and Rules made thereunder
4. Payment of Wages Act, 1936, and Rules made thereunder
5. Minimum Wages Act, 1948, and Rules made thereunder
6. Employees' State Insurance Act, 1948, and Rules made thereunder
7. Employees' Provident Fund and Miscellaneous Provisions Act, 1952 and Rules made thereunder
8. Government Buildings Act, 1899 and Rules made thereunder
9. Environment Protection Act, 1986 and Rules made thereunder
10. Motor Vehicles Act, 1988 along with the Central Motor Vehicles Rules, 1989

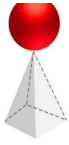
I have also examined compliance with the applicable clauses of the following:

- (i) Secretarial Standards issued by the Institute of Company Secretaries of India.
- (ii) The Listing Agreement entered into by the Company with the National Stock Exchange of India Limited

The compliance of the above laws is based on the Compliance Certificate issued by the Manager and the Company Secretary of the Company and submitted to the Board of Directors of the Company.

During the period under audit review and as per the explanation and clarifications given to me and the representations made by the Management, the Company has generally complied with the provisions of the Act, Rules, Regulations, Guidelines, etc. I further report that:

- a. The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors, including One Woman Director. During the year, Mr. Sevvana Venkata Raman Rao resigned from the Directorship of the Company on August 24, 2023. Mr. Devarapalli Ramesh Babu was appointed in his place.
- b. Adequate Notice(s) were given to all the Directors regarding the Board Meetings, Agenda and detailed notes on Agenda were sent at least seven days in advance to all the Directors. A system exists for seeking and obtaining further information and clarifications on the agenda items before the Meeting and for meaningful participation of the Meeting.
- c. All the decisions at the Board Meetings and Committee meetings were carried through with requisite majority as recorded in the Minutes of the Meetings of the Board of Directors or



Committees of the Board, as the case may be. The dissenting Members' views, if any, were captured and recorded as part of the Minutes.

- d. As per the records, the Company has filed all the Forms, Returns, Documents and Resolutions as were required to be filed with the Registrar of Companies and other authorities and all the formalities relating to the same is in compliance with the Act.
- e. I further report that during the audit period except as stated below there were no major events / actions have taken place having a major bearing on the Company's affairs in pursuance to the above referred Laws, Rules, Regulations, Guidelines, Standards etc., except that:
- f. There are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with the applicable Laws, Rules, Regulations and Guidelines.

I have checked the Compliance Management System of the Company to obtain reasonable assurance about the adequacy of systems in place to ensure compliance of specifically applicable laws and this verification was done on test basis. I believe that the Audit evidence which I have obtained is sufficient and appropriate to provide a basis for my audit opinion. Except elsewhere mentioned in this Report, in my opinion and to the best of my information and according to explanations given to me, I believe that the Compliance Management System of the Company is adequate to ensure compliance of Laws specifically applicable to the Company.

The Shareholders of the Company at their last Annual General Meeting held on September 23, 2023 have approved the appointment of Mr. Devarapalli Ramesh Babu as the Whole-Time Director and designated Chief Executive Officer of the Company. Further, the Shareholders in the Extra-ordinary General Meeting held on March 9, 2024 had approved the following:

1. Increase of Authorised Share Capital from Rs.16.50 Crores to Rs.25.00 Crores
2. Issue of 67,00,000 Equity Shares on Preferential Basis

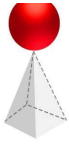
I further report that the compliance by the Company of the applicable Financial Laws like Direct and Indirect Tax Laws and maintenance of Financial Records and Books of Accounts has not been reviewed in this Audit, since the same have been subject to review by Statutory Auditors and other Designated Professionals.

This Report is to be read with our letter of even date, which is annexed and forms an integral part of this Report.

For Kashinath Sahu & Co
Company Secretaries

Date: August 17, 2024
Place: Hyderabad
UDIN: F004790F000996583

Sd/-
CS Kashinath Sahu
Practicing Company Secretary
FCS: 4790, CP: 4807
Peer Review No: 2957/2023



Annexure to the Secretarial Audit Report

To
The Members
Precision Metaliks Limited

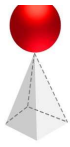
Our Report of even date is to be read along with this Letter:

1. Maintenance of Secretarial Records is the responsibility of the Management of M/s Precision Metaliks Limited ("the Company"). Our responsibility is to express an opinion on the Secretarial Records based on our Audit.
2. We have followed the Audit Practices and Processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial Records. The verification was done on Test Basis to ensure that correct facts are reflected in the Secretarial Records. We believe that the processes and practices we followed provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of the Financial Records and Books of Accounts of the Company.
4. Wherever required, we have obtained the Management Representation about the compliance of Laws, Rules and Regulations and happening of events etc.
5. The Compliance of the provisions of Corporate and other applicable Laws, Rules, Regulations, and Standards is the responsibility of Management of the Company. Our examination was limited to the verification of procedures on Test Basis.
6. The Secretarial Audit Report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the Management has conducted the affairs of the Company.

For Kashinath Sahu & Co
Company Secretaries

Date: August 17, 2024
Place: Hyderabad
UDIN: F004790F000996583

Sd/-
CS Kashinath Sahu
Practicing Company Secretary
FCS: 4790, CP: 4807
Peer Review No: 2957/2023



Annexure – C

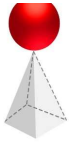
MANAGEMENT DISCUSSION AND ANALYSIS REPORT

Outlook

India has been one of the fastest-growing major economies in the world. The GDP Growth Rate has averaged around 6-7% per annum over the past few decades. India's young and growing population is often seen as a potential demographic dividend, with a large workforce providing opportunities for economic growth and productivity gains, provided adequate employment opportunities and skill development measures are in place. The Indian Government has implemented various structural reforms to boost economic growth, including measures to improve ease of doing business, initiatives to attract Foreign Investment and Investments in Infrastructure. India's rapidly expanding Digital Economy, driven by the proliferation of smartphones, increasing internet penetration, and government-led initiatives like Digital India, has contributed significantly to economic growth, innovation, and job creation. The outlook of the automobile industry in India has also witnessed significant growth and transformation driven by various factors such as rising income levels, urbanization, infrastructure development, and favorable Government Policies. Our Country is one of the largest Automobile Markets Globally, with a diverse consumer base comprising of both urban and rural populations. The growing middle class and increasing disposable incomes have fueled the demand for the Passenger Vehicles, Motorcycles, and Commercial Vehicles. The Government's initiative by introducing battery-swapping policy, expansion of Indian National Highways and adding advanced technologies including alternate fuel systems such as Compressed Natural Gas (CNG), Bharat Stage-VI Compliant Flex-Fuel Engines, Electronic Control Units (ECU) for safety, advanced driver assist systems, under the Production-Linked Incentives (PLI) scheme for Automobiles has attracted new investment and has further provided boost to the Industry. The introduction of Artificial Intelligence in the Automotive Industry helps to optimize the manufacturing processes, reduce costs and improve Supply Chain Management. The data from vehicles and sales can help model and regulate the Production Process with Real-time data. The Indian Automotive Industry has kickstarted 2024 on a positive note. The Electric Vehicle Market expanded significantly in 2022, growth accelerated in 2023 and it is expected to grow even further in 2024.

Industry Structure and Development

The Automobile Industry has experienced significant growth and transformation over the past few decades, becoming one of the largest Automotive Markets Globally. The Indian Automobile Industry is segmented into various categories including Passenger Vehicles, Commercial Vehicles, Two-Wheelers, and Three-Wheelers. Passenger Vehicles consist of Cars, Utility Vehicles, and Vans, while Commercial Vehicles include Trucks, Buses, and other Utility Vehicles. Rapid urbanization, rising disposable incomes, and a growing middle class have fueled the demand for the Automobiles in India. Increasing urbanization due to infrastructure development has led to greater demand for personal mobility and contributed to the growth of the Passenger Vehicle Segment. The Government's "Make in India" initiative aims to boost domestic manufacturing across the sectors, including Automobiles, by promoting indigenous production and attracting Foreign Investment. The Government is also promoting Electric Mobility as part of its efforts to reduce pollution and dependence on fossil fuels. Incentives such as Subsidies, Tax Benefits, and incentives for manufacturing of the Electric Vehicles, have been introduced to encourage the adoption of the Electric Vehicles. Several Automakers are investing in Electric Vehicle Technology and launching EV Models in the Indian Market.



Opportunities and Threats

There are ample opportunities for growth, particularly in the Electric Vehicle Segment, where the Government is offering Incentives and Subsidies to promote adoption. Over the next decade, this will lead to newer verticals and opportunities for Auto Component Manufacturers. Despite advancements in Electric Vehicles, the majority of the Industry still relies on gasoline, which is subject to Price Volatility. The development of Smart Mobility Solutions, including Ride-sharing Services, Car Rentals and Mobility-as-a-Service (MaaS) Platforms, presents new avenues for innovation and investment. Despite challenges, a convergence of factors such as focus on improved vehicle performance and heightened safety standards is driving the adoption of new materials in Automotive Components. The Industry is committed to a greener, safer and more innovative future, embracing ECG measures for sustainable ecosystem. The Indian Automotive Sector is poised to rank number three globally, led by initiatives such as the PLI for Automobile and Auto Components.

India is emerging as the Global Auto Component Sourcing Hub due to its proximity to key Automotive Markets such as ASEAN, Europe, Japan and Korea. Incentives are applicable for determined sales of products manufactured in India from April 1, 2022, for a period of five consecutive years. The Ministry of Heavy Industries has announced the extension of the tenure of the Production Linked Incentive (PLI) Scheme for Automobile and Auto Components by one year with partial amendments. Under the amended scheme, the Incentive will be applicable for a total of five consecutive Financial Years, starting from the Financial Year 2023-2024. The disbursement of the Incentive will take place in the Financial Year 2024-2025. Rising EV Startup Ecosystem, focus on localization and conducive Government Policies are acting as a booster to the EV Ecosystem.

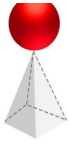
Risks and Concerns

The Business of the Company is exposed to several internal and external risks. It also has to deal with certain micro and macro-risks that affect the Company's Strategy implementation. The Company have in place Robust Framework, Internal Processes, Systems and Controls to monitor, manage, govern, mitigate risks and turning them into opportunities for strengthening the position of the Company.

The rising Interest Rates globally will surely slow down the economic activity around the world. The sentimental impact of higher rates remains a big risk for consumption growth of the world. An economic downturn or slowdown in the key markets may lead to a decrease in volumes and capacity utilisation. Volatile Exchange Rates, Price Competition, disruption in Supply Chain are some of the threats. It may increase the operating cost of running the business. An increase in the cost of key inputs can impact the profitability of the Company.

The Foreign Currency movement also poses a risk to the Company's Performance as Global Currencies' swings are extreme due to various macro-issues persisting in the current environment. This may act as a headwind for some time to come till the situation becomes normal and volatility among Global Currency recedes to normalized levels.

To mitigate the risk, the Company continues to strive to improve its Operational Performance and develop new components, which are technologically superior and have an edge over the competitors. While The Company's demand outlook is strong, our approach is to remain vigilant to ensure that we are agile and evolve dynamically.



Internal Control Systems

The Company has an adequate system of Internal Controls to ensure that transactions are properly authorized, recorded, and reported, apart from safeguarding its Assets. The Internal Control System is supplemented by well-documented Policies, Guidelines and Procedures and Reviews carried out by the Company's Internal Audit Function, which submits reports periodically to the Management and the Audit Committee of the Board. The Company strictly ensures adherence to all the Internal Control Policies and Procedures as well as compliance with all Regulatory Guidelines. The Company has a favorable work environment that motivates performance, customer focus and innovation while adhering to the highest degree of quality and integrity.

Industrial Relations

The Company believes that employees are key for our success, have immense knowledge and power of innovation. The Company aims to create an environment where every employee can contribute to the Company's performance, excel and grow in their respective jobs. Our focus is to recruit employees with right skills and talent, raise competency through training and development, recognize and reward leadership and performance. Several measures are implemented to retain the talent within the organisation. The Workforce goes through a mandatory training plan including the Vision, Mission and the Company's Values which forms a base for treating everybody with dignity and respect. To further strengthen and motivate our employees, several initiatives are taken on a continuous basis to foster teamwork, trust and communication across the organization. Employees are encouraged to have a passion for excellence and focus on the customer with a performance goal of doing things right first time and every time. The Company provides challenging and fulfilling opportunities to maximize employee potential so that every employee excels and grows along with Company's growth. Health, Safety and Environment remains our top priority. Periodic audits are carried out both internally as well as through external agencies to identify gaps and to define action items for continuous improvement, ensuring a safe workplace for employees.

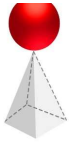
The Company is sensitive towards the factor of Human Capital and is working extensively towards the Workers' safety and happy mind. Several health and safety initiatives have been introduced as part of a structured program to enhance the safety and health of its workmen and other associates. Performance measurement and Skill upgradation programs are widely deployed within the Company.

The Company firmly believes the culture of meritocracy and working extensively towards Employees' training for enhancement and development of job skills. On-Job training along with class room training is being taken up by each unit to ensure improvement in the learning curve of the Employees. Various internal job rotations are also deployed for enhancing the work culture and promoting the meritocracy.

Company Outlook

The Company is looking forward to increasing its global presence with a major focus on Alloy Wheels. We are expanding our capacity to cater to this global opportunity and take up a global market share in the coming years. The Global Automobile Market Growth will remain a focus area and presents a huge opportunity for the Company to grow. The Alloy Wheel Segment of the Company has the potential to grow at more than 15% volume growth each year with export opportunity.

Aluminum is the Primary Raw Material for the Products of the Company and is a very significant part of the Final Product Cost of Aluminum Wheel. Rising Prices continue to be a reality and pose a challenge to the Inventory and Financial Management for the Company in this competitive Auto-Component Sector.



Financial Performance

The Financial Statements of the Company are in accordance with requirements of applicable Accounting Standards of India. The Management of The Company accepts the integrity and objectivity of these Financial Statements as well as the various estimates and judgments used therein.

The details of the Financial Performance of the Company are appearing in the Balance Sheet, Statement of Profit and Loss and Notes to the Financial Statements forming part of this Annual Report.

The Company has complied with all the provisions of the Accounting Standards in accordance with the Section 133 of the Companies Act, 2013.

Key Financial Ratios

During the Financial Year 2023-2024, the Company focused on Business, Receivable and Working Capital management. The Company could successfully increase its Turnover and consequently reduce Working Capital Utilization and Interest Outflow.

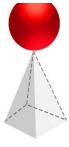
Sl No	Particulars	Financial Year 2023-2024	Financial Year 2022-2023
1	Inventory Turnover	0.28	0.25
2	Trade Receivables Turnover	0.41	0.49
3	Current Ratio	2.25	1.73
4	Operating Profit Margin	4.27	4.20
5	Net Profit Margin	3.45	3.77

Segment Reporting

The Company is primarily engaged in the business of manufacturing of Alloy Wheels. The inherent nature of activities is governed by the same set of risk and returns; hence it has been grouped under a Single Segment. The said treatment is in accordance with the principle enunciated in the Accounting Standard on Segment Reporting (AS-17).

Disclaimer

Statements in this Report, particularly those which relate to Management Discussion and Analysis, describing the Company's Objectives, Projections, Estimates and Expectations may constitute 'forward Looking Statements' within the meaning of applicable Laws and Regulations. Actual results might differ materially from those either expressed or implied in the statement depending on the circumstances.



Annexure – D

CORPORATE GOVERNANCE COMPLIANCE CERTIFICATE

To
The Members
Precision Metaliks Limited

We have examined the compliance of conditions of Corporate Governance by Precision Metaliks Limited ("the Company") for the Financial Year ended on March 31, 2024, as stipulated in Regulations 17 to 27 and Clauses (b) to (i) of Sub-Regulation (2) of Regulation 46 and Para C, D and E of Schedule-V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The compliance of conditions of Corporate Governance is the responsibility of the Management. Our examination was limited to procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of the Corporate Governance. It is neither an audit nor an expression of opinion on the Financial Statements of the Company.

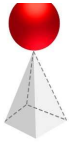
In our opinion and to the best of our information and according to the explanations given to us, and representations made by the Management, we certify that the Company, to the extent applicable, has complied with the conditions of Corporate Governance as stipulated in Regulations 17 to 27, clauses (b) to (i) of Sub-Regulation (2) of Regulation 46 and Para C, D and E of Schedule-V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

We further state that such compliance is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the Management has conducted the affairs of the Company.

For Kashinath Sahu & Co
Company Secretaries

Date: August 17, 2024
Place: Hyderabad
UDIN: F004790F000996583

Sd/-
CS Kashinath Sahu
Practicing Company Secretary
FCS: 4790, CP: 4807
Peer Review No: 2957/2023



Annexure – E

CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS

[Pursuant to Regulation 34(3) read with Schedule V Para-C Clause 10(i) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015]

To
The Members
Precision Metaliks Limited

I have examined the relevant Registers, Records, Forms, Returns and Disclosures received from the Directors of M/s Precision Metaliks Limited (CIN: L74900TG2012PLC082194) and having Registered Office at # 6-3-844/10A, Sampathji Apartments, Flat No. 4A, Saadat Manzil, Ameerpet, Hyderabad - 500016 and the Corporate Office located at # 9-19-43, Suryadev Apartments, Flat No. 202, CBM Compound, Visakhapatnam – 530003 (hereinafter referred to as "the Company") produced before me, by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule-V Para-C Sub-clause 10(i) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In my opinion and to the best of my information and according to the verifications (including Directors Identification Number (DIN) status at the portal of the Ministry of Corporate Affairs www.mca.gov.in as considered necessary and explanations furnished to me by the Company and its officers, I hereby certify that none of the Directors on the Board of the Company as stated below for the Financial Year ending on March 31, 2024 has been debarred or disqualified from being appointed or continuing as Directors of companies by the Securities and Exchange Board of India, Ministry of Corporate Affairs or any such other Statutory Authority.

S No	Name of the Director	DIN	Date of Appointment in the Company	Date of Cessation
1	Percy Homi Italia	00033962	15-04-2021	-
2	Revoor Ramachandra	00490051	15-04-2021	-
3	Jayanthi Roja Ramani	05334095	18-02-2016	-
4	D. Ramesh Babu	02163058	24-08-2023	-

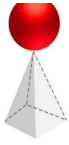
Ensuring the eligibility for appointment / continuity of every Director on the Board is the responsibility of the Management of the Company.

My responsibility is to express an opinion on these based on my verification. This Certificate is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the Management has conducted the affairs of the Company.

For Kashinath Sahu & Co
Company Secretaries

Date: August 17, 2024
Place: Hyderabad
UDIN: F004790F000996605

Sd/-
CS Kashinath Sahu
Practicing Company Secretary
FCS: 4790, CP: 4807
Peer Review No: 2957/2023



Annexure – F

RATIO OF THE REMUNERATION OF EACH DIRECTOR TO THE MEDIAN EMPLOYEES' REMUNERATION AND OTHERS DETAIL IN TERMS OF SUB SECTION 12 OF SECTION 197 OF THE COMPANIES ACT, 2013, READ WITH RULE 5(1) OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES

1. The Ratio of the Remuneration of each Director to the Median Remuneration of the Employees of the Company for the Financial Year:

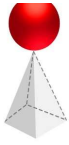
SI No	Particulars	Ratio to the Median Remuneration (Times)
1	Mr. D. Ramesh Babu, Whole-Time Director	2.28
2	Mr. B.V.V Prakash Rao, Chief Financial Officer	0.75
3	Mr. Rakesh Kumar, Company Secretary	0.55

2. The Percentage increase/(decrease) in the Remuneration of each Director, Chief Financial Officer, Company Secretary or Manager, if any, in the Financial Year:

SI No	Particulars	Percentage Increase
1	Mr. D. Ramesh Babu, Whole-Time Director	-
2	Mr. B.V.V. Prakash Rao, Chief Financial Officer	7.46
3	Mr. Rakesh Kumar, Company Secretary	7.41

3. There were 16 Permanent Employees on the rolls of the Company as on March 31, 2024.
4. The Percentage increase in the Median Remuneration of Employees in the Financial Year is 8.83%.
5. Average percentile increases already made in the salaries of Employees other than the Managerial Personnel in the last Financial Year and its comparison with the percentile increase in the Managerial Remuneration and justification thereof and point out, if there are any exceptional circumstances for increase in the Managerial Remuneration:

Particulars	Non-Managerial	Managerial
Percentage average increase in Salaries during the Financial Year 2023-2024	5.09	3.74



ANNUAL REPORT ON CORPORATE SOCIAL RESPONSIBILITY(CSR) ACTIVITIES

[Pursuant to Section 134(3)(o) of the Companies Act, 2013 read with the Companies (Corporate Social Responsibility Policy) Rules, 2014, as amended]

1. Brief outline on the CSR Policy of the Company: The CSR Activities of the Company has been undertaken by the Company directly as well as through an implementing agency. The Company has framed the CSR Policy in compliance with the provisions of the Companies Act, 2013 and the same is placed on the Company's website and the web-link for the same is www.precision-metaliks.com
2. The CSR Framework is being governed by the Board of Directors of the Company as the amount of expenditure towards CSR Activities does not exceed Rs.50 Lakhs, the requirement for constitution of the CSR Committee is not applicable
3. Web-link where the CSR Committee, Policy and the Projects approved by the Board are disclosed on the website of the Company:

The CSR Policy is being governed by the Board of Directors and the CSR Policy is available on the website of the Company at www.precision-metaliks.com
4. Details of Impact assessment of CSR Projects carried out in Sub-Rule(3) of Rule 8 of the Companies (Corporate Social Responsibility Policy) Rules, 2014, if applicable (attach the Report):

Not Applicable, as the average CSR obligations in the three immediately preceding Financial Years was less than Rs.10 Crores.
5. Details of the amount available for set off in pursuance of Sub-Rule (3) and Rule 7 of the Companies (Corporate Social Responsibility Policy) Rules, 2014 and amount required for set-off for the Financial Year, if any:

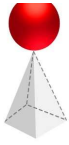
Nil
6. Average Net Profit of the Company as per Section 135(5): Rs.438.13 Lakhs
7. (a) Two Percent of Average Net Profit of the Company as per Section 135(5):
Rs.8.80 Lakhs

(b) Surplus arising out of the CSR Projects or Programs or activities of the previous Financial Years:
Nil

(c) Amount required to be set-off for the Financial Year, if any Nil

(d) Total CSR obligation for the Financial Year (7a+7b-7c): Rs.8.80 Lakhs
8. (a) CSR Amount spent or unspent for the Financial Year:

Total Amount Spent for the Financial Year	Amount Unspent (Rs. in Lakhs)	
	Total Amount transferred to Unspent CSR Account as per Section 135 (6)	Amount transferred to any fund specified under Schedule-VII as per second provision to Section 135(5)



	Amount	Date of Transfer	Name of the Fund	Amount	Date of Transfer
-	8.80	30.04.2024	-	-	-

(b) Details of CSR Amount spent against ongoing projects for the Financial Year:

1	2	3	4	5	6	7	8	9	10	11
Sl No	Name of the Project	Item from the List of Activities in Schedule VII of the Act	Local Area (Yes / No)	Location of the Project	Project Duration	Amount allocated for the Project	Amount spent in the Current Financial Year	Amount transferred to Unspent CSR Account for the Project as per Section 135(6)	Mode of Implementation – Direct (Yes / No)	Name / CSR Reg. No.
1	Construction of RO Water Plant	As mentioned under Item No. iv from Schedule VII	Yes	Visakhapatnam	Twelve Months	Rs.8.80 Lakhs	Nil	Rs.8.80 Lakhs	Yes	NA

(c) Details of CSR Amount spent against other than ongoing projects for the Financial Year: Nil

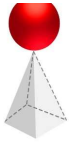
1	2	3	4	5	6	7	8	9	10	11
Sl No	Name of the Project	Item from the List of Activities in Schedule VII of the Act	Local Area (Yes / No)	Location of the Project	Project Duration	Amount allocated for the Project	Amount spent in the Current Financial Year	Amount transferred to Unspent CSR Account for the Project as per Section 135(6)	Mode of Implementation – Direct (Yes / No)	Name / CSR Reg. No.
-	-	-	-	-	-	-	-	-	-	-

(d) Amount spent in Administrative Overheads: Nil

(e) Amount spent on Impact Assessment, if applicable: Not Applicable

(f) Total amount spent for the Financial Year: Nil (8b+8c+8d+8e)

(g) Excess amount for set off, if any: Nil



9. (a) Details of Unspent CSR Amount for the preceding three Financial Years: Nil

1	2	3	4	5	6	7	8	9
SI No	Project ID	Name of the Project	Financial Year in which the Project was commenced	Project Duration	Total Amount allocated for the Project	Amount spent on the Project in the Reporting Financial Year	Cumulative Amount spent at the end of the Reporting Financial Year	Status of the Project (Completed / On-going)
-	-	-	-	-	-	-	-	-

(b) Details of the CSR Amount spent in the Financial Year for ongoing projects of the preceding Financial Year(s): Nil

10. In case of creation or acquisition of Capital Asset, furnish the details relating to the Asset so created or acquired through CSR spent in the Financial Year (Asset-wise Details):

- (a) Date of creation or acquisition of the Capital Asset(s): Nil
- (b) Amount of CSR spent for creation or acquisition of the Capital Asset: Nil
- (c) Details of the Entity or Public Authority or Beneficiary under whose name such Capital Asset is registered, their address etc.: Nil
- (d) Provide details of the Capital Asset(s) created or acquired: Nil (including complete address and location of the Capital Asset)

11. Specify the reason(s), if the Company has failed to spend Two Percent of the Average Net Profit as per Section 135(5):

The Company had finalised CSR Program in the Financial Year 2023-2024. In compliance with the CSR Provisions, an amount of Rs.8.80 Lakhs had been transferred to Unspent CSR Account on 30.04.2024 and the same will be utilised in the Financial Year 2024-2025.

Sd/-
Jayanthi Roja Ramani
Director
DIN: 05334095

Sd/-
Devarapalli Ramesh Babu
Whole-Time Director
DIN: 02163058

INDEPENDENT AUDITORS' REPORT

**To
The Members of
Precision Metaliks Limited**

Report on the Standalone Financial Statements

Opinion

We have audited the accompanying Standalone Financial Statements of M/s Precision Metaliks Limited ("the Company"), which comprises the Balance Sheet as at March 31, 2024, Statement of Profit and Loss, including Other Comprehensive Income, Statement of Changes in Equity, and the Statement of Cash Flows for the year then ended and Notes to the Financial Statements, including summary of the Significant Accounting Policies and other explanatory information [hereinafter referred to as the "Standalone Financial Statements"]

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Standalone Financial Statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required, and give a true and fair view in conformity with the Accounting Principles generally accepted in India, of the state of affairs of the Company as at March 31, 2024, and its Profit, Changes in Equity and its Cash Flows for the year ended on that date.

Basis for Opinion

We conducted our Audit of the Standalone Financial Statements in accordance with Standards on Auditing (SAs) specified under Section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the "*Auditor's Responsibilities for the Audit of the Financial Statements*" section of our Report. We are independent of the Company in accordance with the '*Code of Ethics*', issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our Audit of the Standalone Financial Statements, under the provisions of the Act and the Rules defined thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the Audit Evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the Standalone Financial Statements.

Key Audit Matters

Key Audit Matters are those matters that, in our professional judgement, were of most significance in our Audit of the Standalone Financial Statements of the current period. These matters were addressed in the context of our Audit of the Standalone Financial Statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined that there are no Key Audit Matters to be communicated in our Report.

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

The Company's Board of Directors is responsible for preparation of the Other Information. The Other Information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexures to the Board's Report and the Shareholders' Information but does not include the Standalone Financial Statements and our Auditors' Report thereon.

Our Opinion on the Standalone 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 Standalone 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 in the 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.

Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Act, with respect to the preparation of these Standalone Financial Statements, that give a true and fair view of the Financial Position, Financial Performance Changes in Equity and Cash Flows of the Company in accordance with the Accounting Principles generally accepted in India, including the Indian Accounting Standards specified under Section 133 of the Act, read with the Rules, as amended. 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 Standalone Financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Standalone Financial Statements, the Management is responsible for assessing the Company's ability to continue as Going Concern, disclosing, as applicable, matters related to Going Concern and using the Going Concern Basis of Accounting unless the Management either intend to liquidate the Company or to cease the operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the Company's Financial Reporting Process.

Auditors' Responsibilities for the Audit of the Standalone Financial Statements

Our objectives are to obtain reasonable assurance about whether the Standalone Financial Statements, as a whole, are free from material misstatement, whether due to fraud or error, and to issue an Auditors' 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 the 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 Standalone Financial Statements.

As part of an Audit in accordance with the SAs, we exercise professional judgment and maintain professional skepticism throughout the Audit. We also:

- Identify and assess the risks of material misstatement of the Financial Statements, whether due to fraud or error, design and perform Audit Procedures responsive to those risks, and obtain Audit Evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of

not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of Internal Controls.

- Obtain an understanding of Internal Controls relevant to the Audit in order to design Audit Procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate Internal Financial Controls System with reference to the Standalone Financial Statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of the Accounting Policies used and the reasonableness of Accounting Estimates and related disclosures made by the Management.
- Conclude on the appropriateness of the 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 Standalone 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 Auditors' Report. However, future events or conditions may cause the Company to cease to continue as Going Concern.
- Evaluate the overall presentation, structure and content of the Financial Statements, including the disclosures, and whether the Standalone Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the Standalone Financial Statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Standalone Financial Statements may be influenced. We consider quantitative and qualitative factors in:

- (i) planning the scope of our audit work and in evaluating the results of our work; and
- (ii) to evaluate the effect of any identified misstatements in the Standalone Financial Statements.

We communicate with those charged with Governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in Internal Controls 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 Standalone Financial Statements of the current period and are therefore the Key Audit Matters. We describe these matters in our Auditors' Report, unless any Law or Regulation precludes Public Disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our Report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

1. As required by 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, we give in the "Annexure-A", statement on the matters specified in Paragraphs 3 and 4 of the Order, to the extent applicable.

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

- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our Audit.
- (b) In our opinion, proper Books of Accounts as required by law have been kept by the Company, so far as it appears from our examination of those Books.
- (c) The Balance Sheet, the Statement of Profit and Loss including the Other Comprehensive Income, the Statement of Changes in Equity and the Statement of Cash Flows dealt with by this Report, are in agreement with the Books of Account.
- (d) In our opinion, the aforesaid Standalone Financial Statements comply with the Accounting Standards, specified under Section 133 of the Act, read with relevant Rules of the Companies (Accounts) Rules, 2014, issued thereunder.
- (e) On the basis of the Written Representations received from the Directors as on March 31, 2024 taken on record by the Board of Directors, None of the Directors is disqualified as on March 31, 2024 from being appointed as a Director in terms of Section 164(2) of the Act.
- (f) With respect to the adequacy of the Internal Financial Controls with reference to the Standalone Financial Statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure- B" to this Report.
- (g) With respect to other matters to be included in the Auditor's Report in accordance with the requirements of Section 197(16) of the Act, as amended:

In our opinion and to the best of our information and according to explanations given to us, the Managerial Remuneration for the year ended March 31, 2024 has been paid / provided by the Company to its Directors, in accordance with the provisions of Section 197 read with Schedule-V to the Companies Act, 2013.

- (h) 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:
 - a. The Company does not have any pending litigations which would impact its Financial Position.
 - b. The Company did not have any long-term contracts, including Derivative Contracts for which there were any material foreseeable losses.
 - c. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
 - d. (i) The Management has represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from Borrowed Funds or Share Premium or any other sources or kind of funds) by the Company to or in any other Person(s) or Entity(ies), 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;

(ii) The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in aggregate) have been received by the Company from any Person(s) or Entity(ies), including Foreign Entity(ies) ("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.

(iii) Based on the Audit Procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to their notice that has caused them to believe that the Representations under Sub-Clause (i) and (ii) of Rule 11(e) as provided under (a) and (b) above contain any material misstatement.

- e. The Company has not declared any Dividend and nor paid during the year.
- f. Based on our examination which included Test Checks and further confirmations from the Software Provider, the Company has used an Accounting Software for maintaining its Books of Accounts for the Financial Year ended March 31, 2024 which has a feature of recording Audit Trail (Edit Log) Facility and the same has been operated throughout the year, for all the relevant transactions recorded in the Software. Further, during the course of our audit, we did not come across any instance of Audit Trail Feature being tampered with at transactions level.

As proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 is applicable from April 1, 2023, reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules 2014 on preservation of Audit Trail as per statutory requirements for record retention is not applicable for the Financial Year ended March 31, 2024.

For **PPKG & Co**
Chartered Accountants
Firm's Registration No. 009655S

Date: May 28, 2024
Place: Visakhapatnam

CA Girdhari Lal Toshniwal
Partner
Membership No. 205140
UDIN: 24205140BKALIV4588

Annexure-A to the Independent Auditors' Report

Annexure referred to in Paragraph-1 under the heading "Report on Other Legal and Regulatory Requirements" of our Report of Even Date

In terms of the information and explanations sought by us and given by the Company and the Books of Account and records examined by us in the normal course of Audit and to the best of our knowledge and belief, we state that:

- (i)
 - a. The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.
 - b. The Property Plant and Equipment were physically verified in accordance with an annual plan of verified by the Management during the year, in accordance with the annual plan of verification, which in our opinion is reasonable having regard to the size of the Company and the nature of the Property, Plant and Equipment. According to the information and explanation given to us, no material discrepancies were noticed on such verification.
 - c. Based on our examination of the records of the Company and according to the information and explanations given to us, the Company does not hold any immovable property and has not pledged any Fixed Assets with the Bank, as security for Credit Facilities.
 - d. Based on our examination of the records of the Company and according to the information and explanations given to us, the Company has not revalued any of its Property, Plant and Equipment during the year.
 - e. Based on our examination of the records of the Company and according to the information and explanations given to us, there are no proceedings initiated or pending against the Company, as at March 31, 2024 for holding any Benami Property under the Benami Transactions (Prohibition) Act, 1988, as amended, and Rules made there under.
- (ii)
 - a. According to the information and explanations given to us and the records examined by us, inventories have been physically verified by the management during the period. In our opinion, the frequency of such verification is reasonable. As explained to us, the discrepancies noticed on verification between the physical stocks and the Book Records were not material (10% or more in aggregate for each class of Inventory) and have been properly dealt with in the Books of Accounts of the Company.
 - b. Based on our examination of the records of the Company and according to the information and explanations given to us, the Company has been sanctioned Working Capital limits in excess of Rupees Five Crores, in aggregate, from the Banks, during the year, on the basis of security of the Current Assets of the Company. The Monthly/Quarterly Returns/Statements filed by the Company, with such Banks, are in agreement with the Books of Accounts of the Company.
- (iii) Based on our examination of records and according to the information and explanations given to us, the Company has not provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to Companies, Firms, Limited Liability Partnerships or any

other parties. In our opinion and according to information and explanation given to us, the investments made during the year are not prejudicial to Interest of the company. Accordingly, reporting under Clause 3(iii) of the Order is not applicable.

- (iv) In our opinion and according to the information and explanations given to us, the Company has not granted any loan to its Directors, covered under Section 185 of Companies Act, 2013. Section 186 of the Companies Act, 2013 is not applicable to the Company for the year.
- (v) Based on records and according to the information and explanation given to us, the Company has neither accepted any Public Deposits nor accepted any amount which is deemed to be Deposit within the meaning of Sections 73 to 76 of the Companies Act, 2013 and the Rules framed thereunder, to the extent applicable to the Company. Accordingly, the reporting under paragraph 3(v) of the Order is not applicable.
- (vi) As per the requirement under Section 148(1) of Companies Act, 2013 the Central Government has not prescribed for the maintenance of the Cost Records for the Company. Hence, the requirement of reporting on Clause 3(vi) of the Order is not applicable.
- (vii)
 - a. According to the information and explanations given to us and the records of the Company examined by us, in our opinion, the Company is generally regular in depositing undisputed statutory dues including Goods and Services Tax, Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, Customs Duty, Excise Duty, Value Added Tax, Cess and any other statutory dues as applicable with the appropriate authorities. Further, there were no undisputed amounts outstanding at year end for a period of more than six months from the date they became payable.
 - b. According to the information and explanations given to us and the records of the Company examined by us, there are no statutory dues as stated in sub-clause (a) above which have not been deposited on account of any dispute.
- (viii) According to the information and explanation given to us, the Company has not surrendered or disclosed any transaction, previously unrecorded in the Books of Accounts, in the Tax Assessments under the Income Tax Act, 1961, as Income during the year. Accordingly, reporting under Clause 3(viii) of the Order is not applicable.
- (ix)
 - a. According to the information and explanations give to us and based on our examination of the records of the Company, the Company has not defaulted in repayment of Loans or other Borrowings or in the payment of Interest thereon to any lender during the year. Accordingly, reporting under Clause 3(ix)(a) of the Order is not applicable.
 - b. According to the information and explanations given to us, the Company has not been declared Wilful Defaulter by any Bank or Financial Institution or Government or any Government Authority.
 - c. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not taken any Term Loan during the year.

- d. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not utilised the Funds raised on short term basis for long-term purposes.
- e. According to the information and explanations given to us and on our examination of the records of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its Subsidiaries as the Company does not have any Subsidiary. Accordingly, reporting under Clause 3(ix)(e) of the Order is not applicable.
- f. According to the information and explanations given to us, the Company has not raised loans during the year on the Pledge of Securities. Accordingly, reporting under Clause 3(ix)(f) of the Order is not applicable.

(x)

- a. Based on the records and information and explanation given to us, the Company has not raised any money by way of the Initial Public Offer / Further Public Offer (including Debt Instruments) during the Financial Year under review. Accordingly, reporting under Clause 3(x)(a) of the Order is not applicable.
- b. Based on records and information and explanations given to us, the Company has raised Rs.32.16 Crores by way of issue of 67,00,000 Equity Shares through the Preferential Allotment at Rs.48/- Per Share, during the year. The said Equity Shares are listed on the NSE SME Platform (NSE EMERGE). The requirements as specified under Sections 23, 42, 62 and other applicable provisions of the Companies Act, 2013 have been complied with.

(xi)

- a. To the best of our knowledge and belief and according to the information and explanations given to us, no fraud by the Company or no fraud on the Company has been noticed or reported during the course of our Audit.
- b. During the year, no report under Sub-Section (12) of Section 143 of the Companies Act, 2013 has been filed in the Form ADT-4 as prescribed under Rule 13 of the Companies (Audit and Auditors) Rules, 2014 with the Central Government.
- c. As represented to us by the Management, no Whistle Blowers Complaints were received by the Company during the year.

(xii) In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company as per provisions of the Companies Act, 2013. Accordingly, reporting under Clause 3(xii) of the Order is not applicable

(xiii) According to the information and explanations given to us and based on our examination of the records of the Company, all the transactions with the Related Parties are in compliance with the Sections 177 and 188 of the Companies Act, 2013, where applicable and the requisite details of such transactions have been disclosed in the Standalone Financial Statements, as required by the applicable Accounting Standards.

(xiv)

- a. In our opinion, the Company has an Internal Audit System commensurate with the size and nature of its business.

- b. The Internal Audit Reports of the Company issued till the date of the Audit Report, for the period under audit, have been considered by us.
- (xv) According to the information and explanations given to us and based on our examination of the records of the Company during the year, the Company has not entered into non-cash transactions with Directors or persons connected with its Directors. Accordingly, reporting under Clause 3(xv) of the Order is not applicable.
- (xvi)
- a. In our opinion, the Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, the requirement of reporting on Clause 3(xvi)(a) of the Order is not applicable.
- b. In our opinion, the Company has not conducted any Non-Banking Financial / Housing Finance Activities during the year. Hence, the requirement of reporting on Clause 3(xvi)(b) of the Order is not applicable.
- c. In our opinion, there is no Core Investment Company within the Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016) and accordingly, the reporting under the Clause 3(xvi)(d) of the Order is not applicable.
- (xvii) Based on our examination of the records of the Company, the Company has not incurred cash losses during the Current Year covered by our Audit, and in the immediately preceding Financial Year.
- (xviii) There has been no resignation of the Statutory Auditors of the Company during the year. Accordingly, the requirement of reporting on Clause 3(xviii) of the Order is not applicable.
- (xix) According to the information and explanations given to us and on the basis of the Financial Ratios, ageing and expected dates of realization of Financial Assets and payment of Financial Liabilities, other information accompanying the Financial statements, our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the Audit Report that the Company is not capable of meeting its liabilities existing at the date of Balance Sheet as and when they fall due within a period of one year from the Balance Sheet Date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the Balance Sheet Date, will get discharged by the Company as and when they fall due.
- (xx)
- a. During the year, the Company had transferred Rs.8.80 Lakhs to a separate account towards unspent amount for Corporate Social Responsibility, as specified in the Schedule-VII to the Companies Act, 2013 within period of six months of the expiry of the Financial Year in compliance with second proviso to Sub-Section (5) of Section 135 of the said Act.
- b. The Company has transferred the amount within the timelines in compliance with the provisions of Section 135 of the Companies Act, 2013.

(xxi) The reporting under Clause 3(xxi) of the Order is not applicable in respect of audit of Standalone Financial Statements. Accordingly, no comment in respect of the said Clause has been included in the Report.

For **PPKG & Co**
Chartered Accountants
Firm's Registration No. 009655S

Date: May 28, 2024
Place: Visakhapatnam

CA Girdhari Lal Toshniwal
Partner
Membership No. 205140
UDIN: 24205140BKALIV4588

Annexure-B to the Independent Auditors' Report

Annexure referred to in Paragraph 2(f) under the heading "Report on Other Legal and Regulatory Requirements" in the Independent Auditors' Report of Even Date to the Members of Precision Metaliks Limited on the Financial Statements for the year ended March 31, 2024

Report on the Internal Financial Controls under Clause (i) of Sub-Section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the Internal Financial Controls over Financial Reporting of M/s Precision Metaliks Limited ("the Company") as of March 31, 2024 in conjunction with our audit of the Standalone Financial Statements of the Company for the year ended on that date.

Management's and Board of Directors' Responsibility for Internal Financial Controls

The Company's Management and the Board of Directors are responsible for establishing and maintaining the Internal Financial Controls based on the Internal Control Over Financial Reporting criteria established by the Company considering the essential components of the Internal Control, as stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the Design, Implementation and Maintenance of adequate Internal Financial Controls that were operating effectively for ensuring the orderly and efficient conduct of the Company's 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 information, as required under the Companies Act, 2013 (the "Act")

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's Internal Financial Controls Over Financial Reporting, based on our Audit. We conducted our Audit in accordance with the Standards on Auditing (SAs), issued by the ICAI and deemed to be prescribed under Section 143(10) of the Act, to the extent applicable to an Audit of the Internal Financial Controls Over Financial Reporting, and the Guidance Note issued by the ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the Audit, to obtain reasonable assurance about whether adequate Internal Financial Controls Over Financial Reporting were established and maintained and if such controls operated effectively in all material respects.

Our Audit involves performing procedures to obtain Audit Evidence about the adequacy of the Internal Financial Controls Over Financial Reporting and their operating effectiveness. Our Audit of Internal Financial Controls Over Financial Reporting includes obtaining an understanding of Internal Financial Controls Over Financial Reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of the Internal Controls based on the assessed risk. The procedures selected depend on the Auditors' judgment, including the assessment of the risks of material misstatement of the Financial Statements, whether due to fraud or error.

We believe that the Audit Evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the Company's Internal Financial Controls Over Financial Reporting.

Meaning of Internal Financial Controls Over Financial Reporting

A Company's Internal Financial Controls Over Financial Reporting is a process designed to provide reasonable assurance regarding the reliability of Financial Reporting and the preparation of Financial Statements for external purposes in accordance with the Generally Accepted Accounting Principles. The Company's Internal Financial Controls Over Financial Reporting include those policies and procedures that:

- (i) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the Assets of the Company;
- (ii) provide reasonable assurance that transactions are recorded as necessary to permit preparation of the Financial Statements in accordance with the Generally Accepted Accounting Principles and that Receipts and Expenditures of the Company are being made only in accordance with authorisations of Management and Directors of the Company; and
- (iii) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the Company's Assets that could have a material effect on the Financial Statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the Inherent Limitations of the Internal Financial Controls Over Financial Reporting, including the possibility of collusion or improper Management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the Internal Financial Controls Over Financial Reporting to future periods are subject to the risk that the Internal Financial Controls Over Financial Reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion and to the best of information and according to the explanations given to us, the Company, in all material respects, an adequate Internal Financial Controls Over Financial Reporting and such controls were operating effectively as of March 31, 2024 based on the 'Internal Control Over Financial Reporting Criteria' established by the Company, considering the essential components of Internal Control as stated in the Guidance Note of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For **PPKG & Co**
Chartered Accountants
Firm's Registration No. 009655S

Date: May 28, 2024
Place: Visakhapatnam

CA Girdhari Lal Toshniwal
Partner
Membership No. 205140
UDIN: 24205140BKALIV4588

PRECISION METALIKS LIMITED
STANDALONE BALANCE SHEET AS AT 31ST MARCH' 2024

CIN: L74900TG2012PLC082194

(Rs. in Lakhs)

	Particulars	Note	As at 31-March-2024	As at 31-March-2023
I	EQUITY AND LIABILITIES			
(A)	Shareholders Funds			
(a)	Share Capital	1	2,295.91	1,625.91
(b)	Reserves and Surplus	2	6,384.10	3,159.71
(c)	Money Received against Share Warrants		-	-
			8,680.00	4,785.61
	Share Application Money Pending Allotment		-	-
(B)	Non - Current Liabilities			
(a)	Long Term Borrowings		-	-
(b)	Deferred Tax Liabilities (Net)	3	-	0.51
(c)	Other Long Term Liabilities		-	-
(d)	Long Term Provisions		-	-
			-	0.51
(C)	Current Liabilities			
(a)	Short Term Borrowings	4	-	445.32
(b)	Trade Payables			
	(i) Total Outstanding Dues to MSME Units		-	-
	(ii) Total Outstanding Dues other than MSME Units	5	6,418.07	5,490.63
(c)	Other Current Liabilities	6	58.37	35.00
(d)	Short Term Provisions	7	213.69	189.91
			6,690.13	6,160.85
	Total		15,370.13	10,946.97
II	ASSETS			
(A)	Non - Current Assets			
(a)	Property, Plant and Equipment and Intangible Assets			
	(i) Property, Plant and Equipment	8	80.39	56.59
	(ii) Capital Work-In-Progress		-	1.92
	(iii) Intangible Assets		-	-
(b)	Non-Current Investments	9	238.52	238.52
(c)	Deferred Tax Assets (Net)	10	0.24	-
(d)	Long Term Loans and Advances		-	-
(e)	Other Non-Current Assets		-	-
			319.15	297.03
(B)	Current Assets			
(a)	Current Investments		-	-
(b)	Inventories	11	55.71	47.25
(c)	Trade Receivables	12	8,088.90	9,298.92
(d)	Cash and Cash Equivalents	13	1,212.26	951.72
(e)	Short Term Loans and Advances	14	5,326.82	40.41
(f)	Other Current Assets	15	367.28	311.64
			15,050.98	10,649.95
	Total		15,370.13	10,946.97

In terms of our attached report of even date

For PPKG & Co

Chartered Accountants

FRN: 009655S

Girdhari Lal Toshniwal

Partner

Membership No. 205140

UDIN: 24205140BKALIV4588

Date: May 28, 2024

Place: Visakhapatnam

For Precision Metaliks Limited

Jayanthi Roja Ramani

Director

(DIN: 05334095)

Rakesh Kumar

Company Secretary

D Ramesh Babu

Director

(DIN: 02163058)

BVV Prakash Rao

Chief Financial Officer

PRECISION METALIKS LIMITED
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH' 2024

CIN: L74900TG2012PLC082194

(Rs. in Lakhs)

	Particulars	Note	As at 31-Mar-2024	As at 31-Mar-2023
I	Income			
(a)	Revenue from Operations	16	19,578.75	18,862.88
(b)	Other Income	17	64.50	42.97
	Total Revenue		19,643.25	18,905.85
II	Expenses			
(a)	Cost of Materials Consumed	18	15,475.47	16,295.55
(b)	Purchases of Stock-in-Trade	19	2,908.54	510.70
(c)	Changes in Inventories of Finished Goods Work-in-progress and Stock-in-trade	20	-8.46	671.67
(d)	Employee Benefits Expenses	21	270.89	248.33
(e)	Finance Costs	22	97.89	49.38
(f)	Depreciation and Amortization Expense	23	15.52	9.29
(g)	Other Expenses	24	157.51	385.03
	Total Expenses		18,917.35	18,169.93
III	Profit before Exceptional, Extra-ordinary and Prior-period Items and Tax		725.90	735.92
	Exceptional Items		-	-
IV	Profit before Extra-ordinary and Prior-period Items and Tax		725.90	735.92
	Extra-ordinary Items		-	-
V	Profit before Prior-period Items and Tax		725.90	735.92
	Prior Period Items		-	-
	Profit Before Tax		725.90	735.92
VI	Tax Expense:	25		
(a)	Current Tax		48.27	25.87
(b)	Deferred Tax		-0.75	-0.38
	Profit/(Loss) for the Period from Continuing Operations		678.38	710.43
	Profit/(Loss) from Discontinuing Operations		-	-
	Tax Expense of Discontinuing Operations		-	-
	Profit/(Loss) from Discontinuing Operations		-	-
VII	Profit/(Loss) for the Period		678.38	710.43
VIII	Earnings Per Equity Share:			
	Basic		2.95	4.37
	Diluted		2.95	4.37

In terms of our attached report of even date

For PPKG & Co

Chartered Accountants

FRN: 009655S

Girdhari Lal Toshniwal

Partner

Membership No. 205140

UDIN: 24205140BKALIV4588

Date: May 28, 2024

Place: Visakhapatnam

For Precision Metaliks Limited

Jayanthi Roja Ramani

Director

(DIN: 05334095)

D Ramesh Babu

Director

(DIN: 02163058)

Rakesh Kumar
Company Secretary

BVV Prakash Rao
Chief Financial Officer

Cash Flow Statement (Indirect Method)		
Particulars	31-March-2024 (Rs. in Lakhs)	31-March-2023 (Rs. in Lakhs)
Cash Flows from Operating Activates		
Net Profit before Tax and Extra-ordinary Items	725.90	735.92
Adjustment For		
Depreciation	15.52	9.29
Foreign Exchange		
Gain or Loss of Sale of Fixed assets		
Gain or Loss of Investment		
Finance Cost	97.89	36.64
Dividend Income		
Other adjustment of Non-Cash Item		
Other adjustment to reconcile Profit		
Total Adjustment to Profit/Loss (A)	113.41	45.92
Adjustment for Working Capital Change		
Adjustment for Increase/Decrease in Inventories	-8.46	671.67
Adjustment for Increase/Decrease in Trade Receivables	1,210.03	-7,130.53
Adjustment for Increase/Decrease in Other Current Assets	-55.65	-136.60
Adjustment for Increase/Decrease in Short Term Loans and Advances	-5,286.41	-
Adjustment for Increase/Decrease in Trade Payables	927.44	5,433.62
Adjustment for Increase/Decrease in Other Current Liabilities	23.37	-184.87
Adjustment for Provisions	23.77	93.47
Total Adjustment For Working Capital (B)	-3,165.90	-1,253.24
Total Adjustment to reconcile profit (A+B)	-3,052.49	-1,207.32
Net Cash Flow from (Used in) operation	-2,326.60	-471.40
Dividend Received		
Interest Received	-64.50	-42.97
Interest Paid		
Income Tax Paid / Refund	-48.27	-30.00
Net Cash Flow from (Used in) Operations before Extra-ordinary Items	-2,439.36	-544.36
Proceeds from Extra-ordinary Items		
Payment for Extra-ordinary Item		
Net Cash flow From operating Activities	-2,439.36	-544.36
Cash Flows from Investing Activities		
Proceeds from Sale of Fixed Assets		
Proceeds from Sale of Investment or Equity Instruments	-	
Purchase of Fixed Assets	37.40	15.60
Purchase of Investments or Equity Instruments		
Interest Received	64.50	42.97
Dividend Received		
Cash Receipt from Sale of Interest in Joint Venture		
Cash Payment to acquire Interest in Joint Venture		
Cash Flow from losing control of Subsidiaries		
Cash Payment for acquiring control of Subsidiaries		
Proceeds from Government Grant		
Other Inflow/Outflow of Cash		
Net Cash Flow from (Used in) in Investing Activities before Extra-ordinary Items	27.10	27.37
Proceeds from Extra-ordinary Items		
Payment for Extra-ordinary Item		
Net Cash Flow from (Used in) in Investing Activities	27.10	27.37
Cash Flows from Financial Activities		
Proceeds from Issuing Shares	3,216.00	-
Proceeds from Issuing Debenture/Bonds/Notes		
Redemption of Preference Shares		
Redemption of Debentures		
Proceeds from other Equity Instruments		
Proceeds from Borrowing		445.32
Repayment of Borrowing	445.32	
Dividend Paid		

Interest Paid	97.89	36.64
Income Tax Paid/Refund		
Net Cash Flow from (Used in) in Financial Activities before Extra-ordinary Items	2,672.79	408.68
Proceeds from Extra-ordinary Items		
Payment for Extra-ordinary Item		
Net Cash Flow from (Used in) in Financial Activities	2,672.79	408.68
Net Increase/(Decrease) in Cash and Cash Equivalents before effect of Exchange Rate changes	260.53	-108.32
Effect of Exchange Rate change on Cash and Cash Equivalents	-	-
Net Increase/(Decrease) in Cash and Cash Equivalents	260.53	-108.32
Cash and Cash Equivalents at beginning of period	951.72	1,060.05
Cash and Cash Equivalents at end of period	1,212.25	951.72

As per our report of even date attached
For PPKG & Co
Chartered Accountants
Firm Registration Number: 009655S

For Precision Metaliks Limited

Girdhari Lal Toshniwal
Partner
Membership No. 205140
UDIN: 24205140BKALIV4588

Jayanthi Roja Ramani
Director
DIN : 05334095

D Ramesh Babu
Director
DIN: 02163058

Date: May 28, 2024
Place: Hyderabad

Rakesh Kumar
Company Secretary

BVV Prakash Rao
Chief Financial Officer

Note 1: Share Capital

SI No	Particulars			As at 31-Mar-2024	As at 31-Mar-2023
a	Equity Share Capital				
	(a) Authorised 2,50,00,000 (2023: 1,65,00,000) Equity Shares of Rs.10/- each			2,500.00	1,650.00
	(b) Issued, Subscribed and Paid-up 2,29,59,066 (2023: 1,62,59,066) Equity Shares of Rs.10/- each fully Paid-up			2,295.91	1,625.91
	Less: Calls in Arrear			-	-
	Total Equity Share Capital			2,295.91	1,625.91
b	Reconciliation of the number of Shares outstanding at the beginning and at the end of the Reporting Period: Equity Shares of Rs.10/- each, fully Paid-up: At the Beginning of the year			Number of Shares 16,259,066	Number of Shares 16,259,066
	Add: Issued during the year - Preferential Issue			6,700,000	-
	Less: Forfeited / Bought Back during the year			-	-
	At the end of the year			22,959,066	16,259,066
c	Details of Shareholder holding more than 5% Shares of the Company:				
		As at 31-Mar-2024		As at 31-Mar-2023	
	Name of the Shareholder	Number of Shares	% Shareholding	Number of Shares	% Shareholding
	Abhishek Business Pvt Ltd	7,902,800	34.42	7,902,800	48.61
	Jayanthi Roja Ramani	1,628,000	7.09	1,628,000	10.01
	Gayathri Automotives Private Limited	1,386,560	6.04	1,428,560	8.79
	Siver Metalx INC	987,706	4.30	987,706	6.07

Note 2: Reserves and Surplus

SI No	Particulars			As at 31-Mar-2024	As at 31-Mar-2024
I	Other Equity				
	a) Share Premium				
	As at the commencement of the year			1,829.27	1,829.27
	Add: Additions during the year			2,546.00	-
	Less: Utilised during the year (Adjusted Premium Shares)			-	-
				4,375.27	1,829.27
	b) Capital Reserve				
	As at the commencement of the year			-	-
	Add: Additions during the year			-	-
	(As per Amalgamation in the nature of Purchase)			-	-
	Less: Utilised during the year			-	-
				-	-
	c) Surplus :				
	i) Opening Balance			1,330.45	620.01
	Add: Net Profit for the year			678.38	710.43
	Less: Premium Shares / (Forfeiture of Premium Shares)			-	-
				2,008.83	1,330.44
	Total Reserves and Surplus			6,384.10	3,159.71

Note 3: Deferred Tax Liabilities

SI No	Particulars			As at 31-Mar-2024	As at 31-Mar-2023
	Deferred Tax Liabilities			-	0.51
	Total Deferred Tax Liabilities			-	0.51

Note 4: Short Term Borrowings

SI No	Particulars			As at 31-Mar-2024	As at 31-Mar-2023
	Secured				
	Working Capital - Punjab National Bank			-	445.32
	Total Short Term Borrowings			-	445.32

Note 5: Trade Payables

SI No	Particulars			As at 31-Mar-2024	As at 31-Mar-2023
	Trade Payables				
	- Creditors Due other than MSME			6,418.07	5,490.63
	- Dues to Micro and Small Medium Enterprises			-	-
	Total Trade Payables			6,418.07	5,490.63

Note 6: Other Current Liabilities

SI No	Particulars	As at 31-Mar-2024	As at 31-Mar-2023
I	a) Current Maturities of Long Term Debts b) Interest Accrued but not due on Borrowings c) Share Application Money d) Un-paid Dividend e) TDS Payable f) Others	- 8.09 50.28	- 7.47 27.53
	Total Other Current Liabilities	58.37	35.00

Note 7: Short-Term Provisions

SI No	Particulars	As at 31-Mar-2024	As at 31-Mar-2023
	Provision for Tax Others	- 213.69	133.10 56.81
	Total Short-Term Provisions	213.69	189.91

Note 9: Non - Current Investments

SI No	Particulars	As at 31-Mar-2024	As at 31-Mar-2023
	Investments in Equity Instruments Trade, Quoted 1,62,105 (31/03/2023: 1,62,105) Investment of Rs.10/- each fully Paid-up in Sunrise Meadows 40,200 (31/03/2023: 40,200) Investment of Rs.10/- each fully Paid-up in Karvy Investments	234.50 4.02	234.50 4.02
	Total Non - Current Investments	238.52	238.52

Note 10: Deferred Tax Assets

SI No	Particulars	As at 31-Mar-2024	As at 31-Mar-2023
	Deferred Tax Asset	0.24	-
	Total Deferred Tax Asset	0.24	-

Note 11: Inventories

SI No	Particulars	As at 31-Mar-2024	As at 31-Mar-2023
I	Inventories : a) Raw Materials b) Work-in-progress c) Finished Goods	- - 55.71	- - 47.25
	Total Inventories	55.71	47.25

Note 12: Trade Receivables

SI No	Particulars	As at 31-Mar-2024	As at 31-Mar-2023
I	Trade Receivables Secured, Considered Good Unsecured, Considered Good Less than Six months More than Six months Doubtful	- 8,088.90	- 9,298.92
	Other Receivables: Secured, Considered Good Unsecured, Considered Good Doubtful	- - -	- - -
	Total Trade Receivables (Gross)	8,088.90	9,298.92
	Less: Provision for Bad and Doubtful Debts	-	-
	Total Trade Receivables (Net)	8,088.90	9,298.92

Note 13: Cash and Cash Equivalents

SI No	Particulars	As at 31-Mar-2024	As at 31-Mar-2023
I	Cash and Cash equivalents: a) Balances wit Banks: 1) On Current Accounts 2) On Deposit Accounts 3) Borrowings b) Cash-in-hand	1,042.10 4,080.00 -3,909.89 0.05	1.68 950.00
	Total Cash and Cash Equivalents	1,212.26	951.72

Note 14: Short-Term Loans and Advances

SI No	Particulars	As at 31-Mar-2024	As at 31-Mar-2023
I	Short-Term Loans and Advances:		
	a) Security Deposit		
	Secured	34.60	34.50
	Unsecured		
	(Security Deposit consist of Sales Tax Deposit, Electricity Deposit, Rent Deposit and Deposit with Suppliers)		
	b) Other Short-Term Loans and Advances		
	(Advance recoverable in cash or kind)		
	Secured	5,292.22	5.92
	Unsecured		
	Total Short-Term Loans and Advances	5,326.82	40.41

Note 15: Other Current Assets

SI No	Particulars	As at 31-Mar-2024	As at 31-Mar-2023
	Other Current Assets	367.28	311.64
	Total Other Current Assets	367.28	311.64

As per our report of even date attached

For PPKG & Co

Chartered Accountants

Firm Registration Number: 009655S

Girdhari Lal Toshniwal
Partner
Membership No. 205140
UDIN: 24205140BKALIV4588

Date: May 28, 2024
Place: Hyderabad

For Precision Metaliks Limited

Jayanthi Roja Ramani
Director
DIN : 05334095

D Ramesh Babu
Director
DIN: 02163058

Rakesh Kumar
Company Secretary

BVV Prakash Rao
Chief Financial Officer

Note 16: Revenue from Operations

SI No	Particulars	As at 31-Mar-2024	As at 31-Mar-2023
	Revenue from Operations		
	(a) Sale of Products	16,504.33	18,520.15
	(b) Sale of Aluminium Ingots	3,074.41	342.73
	Total Revenue from Operations	19,578.75	18,862.88

Note 17: Other Income

SI No	Particulars	As at 31-Mar-2024	As at 31-Mar-2023
	(a) Interest Income on Fixed Deposits	64.35	42.86
	(b) Interest Income on Security Deposits	0.14	0.10
	(c) Other Non-operating Income (Net of Expenses directly attributed to such Income)	-	-
	Total Other Income	64.50	42.97

Note 18: Cost of Materials Consumed

SI No	Particulars	As at 31-Mar-2024	As at 31-Mar-2023
	Raw Materials		
	Opening	-	-
	Add: Purchases	15,026.23	15,839.88
	<u>Add: Manufacturing Costs</u>	-	-
	Power and Fuel	224.34	203.09
	Consumption of Stores and Spares	85.88	120.18
	Other Manufacturing Costs	139.01	132.39
	Total Cost of Materials Consumed	15,475.47	16,295.55

Note 19: Purchase of Stock-in-trade

SI No	Particulars	As at 31-Mar-2024	As at 31-Mar-2023
I	Purchases during the year	2,908.54	510.70
	Purchase Returns during the year	-	-
	Total Purchases	2,908.54	510.70

Note 20: Change in Inventories of Finished Goods and Work-In-Progress

SI No	Particulars	As at 31-Mar-2024	As at 31-Mar-2023
I	Finished Goods		
	Finished Goods at the beginning of the year	47.25	718.92
	Less: Finished Goods at the end of the year	55.71	47.25
	Sub-Total (A)	-8.46	671.67
	Work-In-Progress		
	Work-In-Progress at the beginning of the year	-	-
	Less: Work-In-Progress at the end of the year	-	-
	Sub-Total (B)		
	Work-In-Progress		
	Stock at the beginning of the year	-	-
	Less: Stock at the end of the year	-	-
	Sub-Total (C)	-	-
	(Increase) / Decrease in Inventories (A+B)	-8.46	671.67

Note 21: Employee Benefit Expenses

SI No	Particulars	As at 31-Mar-2024	As at 31-Mar-2023
	(a) Salaries and Wages	269.73	247.85
	(b) Contribution to Provident and Other Funds	0.73	-
	(c) Staff Welfare Expenses	0.43	0.48
	Total Employee Benefit Expenses	270.89	248.33

Note 22: Finance Cost

SI No	Particulars	As at 31-Mar-2024	As at 31-Mar-2023
	(a) Interest Expenses :		
	- Interest on Working Capital	75.23	43.57
	(b) Bank Charges	17.48	4.51
	(c) Processing Charges	5.18	1.30
	(d) Applicable Net Gain / Loss on Foreign Currency Translations and Transactions	-	-
	Total Finance Cost	97.89	49.38

Note 24: Other Expenses

SI No	Particulars	As at 31-Mar-2024	As at 31-Mar-2023
I	Administrative and General Expenses		
	Telephone & Postage	0.23	0.17
	Printing & Stationery Expenses	0.46	0.41
	CSR Expenses	8.80	-
	Rent Rates and Taxes	80.68	78.62
	Freight Expenses	22.41	15.22
	Auditors Remuneration	1.80	0.75
	Repairs Maintenance Expenses	0.85	6.58
	Electricity Expenses	0.36	0.38
	Travelling Conveyance	2.63	4.09
	Legal and Professional Charges	15.65	9.92
	Insurance Expenses	0.67	0.71
	Information Technology Expenses	0.60	2.22
	Sitting Fees	1.50	2.50
	Registration and Filing Fees	-	2.16
	Other Administrative and General Expenses	20.86	261.22
II	Selling Distribution Expenses		
	Other Selling & Distribution Expenses	-	0.10
	Total Other Expenses	157.51	385.03

Note 25: Tax Expenses

SI No	Particulars	As at 31-Mar-2024	As at 31-Mar-2023
	(a) Current Tax	48.27	25.87
	(b) Deferred tax	-0.75	-0.38
	Adjustment for previous year Tax		
	- Income Tax paid for earlier year	-	-
	Total Tax Expenses	47.52	25.49

As per our report of even date attached

For PPKG & Co

Chartered Accountants

Firm Registration Number: 009655S

For Precision Metaliks Limited

Girdhari Lal Toshniwal
Partner
Membership No. 205140
UDIN: 24205140BKALIV4588

Jayanthi Roja Ramani D Ramesh Babu
Director Director
DIN : 05334095 DIN: 02163058

Date: May 28, 2024
Place: Hyderabad

Rakesh Kumar BVV Prakash Rao
Company Secretary Chief Financial Officer

PRECISION METALIKS LIMITED

Note 8: Property, Plant and Equipment

(Figures in Rupees)

S No	Particulars	Gross Block						Rate of Depreciation	Depreciation/Amortization					Net Block as on 31.03.2024	Net Block as on 31.03.2023
		As on 01.04.2023	Additions during the Year	Additions through Business Acquisitions	Capitalised during the Year	Sale / Deletions during the Year	As on 31.03.2024		Depreciation as on 01.04.2023	Depreciation for the year 2023-2024	Depreciation on Additions	Adjustment Depreciation	Total Depreciation as on 31.03.2024		
1	Building	18.34	11.22			-	29.56	9.50%	4.03	1.36	1.07	-	6.46	23.10	14.30
2	Furniture	9.81	1.78				11.59	31.23%	4.22	1.75	0.55	-	6.52	5.06	5.59
3	Plant and Machinery	67.87	26.32				94.20	18.10%	31.18	6.64	4.15	-	41.97	52.23	36.70
	Total	96.02	39.32	-	-	-	135.34		39.43	9.75	5.77	-	54.95	80.39	56.59
	Capital Work-In-Progress													-	1.92
	Total													80.39	58.51

NOTES TO THE STANDALONE FINANCIAL STATEMENTS

1. Corporate Information

Precision Metaliks Limited ("the Company") is a Public Limited Company incorporated under the provisions of the Companies Act, 1956 with. The Company is engaged in the processing of Semi-Finished Alloy Wheels by rendering the value-added services and other engineering services. The Company is listed on the SME Platform of the National Stock Exchange of India Limited (NSE-EMERGE).

2. Significant Accounting Policies

2.1 Basis of Preparation

The Financial Statements of the Company have been prepared in accordance with the Accounting Principles generally accepted in India, on accrual and Going Concern Basis using the Accounting Policies that are applied consistently. The Assets and Liabilities have been classified as Current or Non-Current based on the normal operating cycle of the Company, which has been determined as 12 months based on the nature of products and services, and the time gap between acquisition of Assets for processing and their realisation in Cash and Cash Equivalents. The Financial Statements have been prepared to comply in all material respects with the Accounting Standards, as prescribed under Section 133 of the Companies Act, 2013 ("the Act") and the Rules defined thereunder, as amended from time to time.

The Financial Statements for the year ended March 31, 2024 were approved for issue by the Board of Directors at their Meeting held on May 28, 2024.

(a) Historical Cost Convention

These Financial Statements have been prepared on the Historical Cost basis, except for certain Financial Instruments which are measured at Fair Values at the end of each Reporting Period as explained in the Accounting Policies below. Historical Cost is generally based on the Fair Value of the consideration given in exchange for goods and services.

(b) Fair Value Measurement

Fair Value is the price that would be received to sell an Asset or paid to transfer a Liability in an orderly transaction between market participants at the measurement date, regardless of whether that Price is directly observable or estimated using another Valuation Technique. In measuring Fair Value of an Asset or Liability, the Company takes into account those characteristics of the Assets or Liability that market participants would take into account when pricing the Asset or Liability at the measurement date.

Accounting Policies have been consistently applied except where a newly issued Accounting Standard is initially adopted or a revision to an existing Accounting Standard requires a change in the Accounting Policy hitherto in use.

2.2 Functional and Presentation Currency

The Financial Statements are presented in Indian Rupees ("INR") which is also the Company's Functional Currency. All the amounts disclosed in the Financial Statements have been rounded to the nearest Rupees in 'Lakhs', as per the requirements of Schedule-III of the Act, unless stated otherwise.

2.3 Use of Estimates and Judgements

The preparation of Financial Statements in conformity with the Generally Accepted Accounting Principles requires the Management to make judgements, estimates and assumptions, that affect the application of the Accounting Policies and the reported amounts of Assets and Liabilities, Income and Expenses, the disclosures of Contingent Assets and Liabilities at the date of the Financial Statements and reported amounts of Revenues and Expenses during the year.

The Estimates and underlying assumptions are reviewed on an on-going basis. Revisions to the Accounting Estimates are recognised in the period in which the estimate is revised, and future periods affected.

In particular, following are the significant areas of estimation, uncertainty and critical judgements in applying Accounting Policies that have the most significant effect on the amounts recognised in Standalone Financial Statements:

- a. Assessment of Useful Life of Property, Plant and Equipment and Intangible Asset
- b. Recognition and estimation of Tax Expense including Deferred Tax
- c. Fair Value Measurement
- d. Recognition and Measurement of Provision and Contingency
- e. Estimated impairment of Financial Assets and Non-Financial Assets
- f. Measurement of Lease Liabilities and Right of Use Asset

2.4 Current and Non – Current Classification

The Company presents Assets and Liabilities in the Balance Sheet based on Current / Non-Current Classification. An Asset is treated as Current when it is:

- Expected to be realised or intended to be sold or consumed in the normal operating cycle;
- Held primarily for the purpose of Trading;
- Expected to be realised within twelve months after the Reporting Period; or
- Cash or Cash Equivalent unless restricted from being exchanged or used to settle a Liability for at least twelve months after the Reporting Period.

All other Assets are classified as Non-Current.

A Liability is Current when:

- It is expected to be settled in the normal operating cycle;
- It is held primarily for the purpose of Trading;
- It is due to be settled within twelve months after the Reporting Period; or
- There is no unconditional right to defer the settlement of the Liability for at least twelve months after the Reporting Period.

All other Liabilities are classified as Non-Current.

The Company has deemed its operating cycle as twelve months for the purpose of Current / Non-Current Classification.

2.5 Revenue Recognition

The Company recognises Revenue from Sale of goods when it satisfies a Performance Obligation in accordance with the provisions of contract with the customers measured at the amount of Transaction Price (Net of Variable Consideration) on the Price specified in the Contract with the customers allocated to that Performance Obligation. The Transaction Price of Goods sold and services rendered is Net of Variable Consideration. This is achieved when it no longer retains

control over the goods sold, the amount of revenue can be measured reliably, it is probable that the economic benefits associated with the transaction will flow to the Company and the costs incurred or to be incurred in respect of the transaction can be measured reliably. Sale of goods is recognised net of Taxes collected on behalf of third parties.

Revenue from the Sale of goods is recognized when the control on the goods have been transferred to the Customer. The Performance Obligation in case of sale of product is satisfied at a point in time i.e., when the material is shipped to the customer or on delivery to the customer, as may be specified in the Contract.

Interest

Interest Income from a Financial Asset is recognised when it is probable that the economic benefits will flow to the Company and the amount of Income can be measured reliably. Interest Income is accrued on a time proportion basis, by reference to the Principal outstanding and the Effective Interest Rate ('EIR') applicable, which is the rate that exactly discounts estimated Future Cash Receipts through the expected life of the Financial Assets to that Asset's Net Carrying Amount on initial recognition.

Export Incentive

Export Incentives are recognised as per the Schemes specified in the Foreign Trade Policy, as amended from time to time, on accrual basis, in the year when right to receive as per terms of the Scheme is established and are accounted to the extent there is no uncertainty about its ultimate collection.

2.6 Property, Plant and Equipment

Property, Plant and Equipment (PPE) are stated at the Cost comprising of Purchase Price and any initial directly attributable cost of bringing the Asset to its working condition for its intended use, less Accumulated Depreciation and Impairment Loss, if any.

Properties in the course of construction for production, supply or administrative purposes are carried at Cost, less any recognised Impairment Loss. Cost includes Professional Fees and for Qualifying Assets, Borrowing Costs are capitalised in accordance with the Company's Accounting Policy. Such properties are classified to the appropriate categories of PPE when completed and ready for intended use. Subsequent Cost / Expenses related to an item of PPE are recognised in the Carrying Amount of PPE when the Cost / Expenses meet the recognition criteria, i.e. the Cost can be measured reliably and it is probable that the future benefits will flow to the Company.

Depreciation is recognised under Written Down Value Method so as to write-off the Cost of Assets (other than Properties under construction) less their Residual Values, over their useful lives. The Estimated Useful Lives, Residual Value and Depreciation Method are reviewed at the end of each Reporting Period, with the effect of any changes in estimate accounted for on a prospective basis.

Capital Work-In-Progress includes Cost of Property, Plant and Equipment under installation / under development as at the Balance Sheet date. PPE which are not ready for intended use are disclosed under the "Capital work-in-progress". The Company has adopted the Useful Life of the Asset, as specified in Schedule-II to the Act.

The Residual Value, Useful Lives and Depreciation Method are reviewed at the end of each Reporting Period and adjustment required, if any, are done prospectively.

Assets on Leased Premises / Machines, which cannot be used independent of the Leased Premises / Machines are depreciated on the remaining period of Lease or as per the Useful Life, as stated above, whichever is earlier. Assets costing Rs.5,000/- and below are depreciated over a period of one year.

An item of Property, Plant and Equipment is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of the Asset. Any gain or loss arising on the disposal or retirement of an item of Property, Plant and Equipment is determined as the difference between the Net Disposal Proceeds and Carrying Amount of the Property, Plant and Equipment and is recognised in the Statement of Profit and Loss.

2.7 Intangible Assets

Intangible Assets are recognised when the Asset is identifiable, is within the control of the Company, it is probable that the future economic benefits that are attributable to the Asset will flow to the Company and Cost of the Asset can be reliably measured.

2.8 Inventory

Inventories consists of Raw Materials, Work-in-Progress, Finished Goods, Stores and Spares and Packing Materials. Inventories are valued at the lower of Cost or Net Realisable Value. Cost is determined on the Weighted Average basis.

Raw Materials, Stores and Spares and Packing Material: Cost of inventories is determined on the 'Weighted Average' basis and comprises expenditure incurred in the normal course of business for bringing such Inventories to their present location and condition and includes, wherever applicable, appropriate overheads.

Finished Goods and Work-In-Progress: Cost includes Cost of Direct Materials and Labour and a proportion of the Manufacturing Overheads based on the normal operating capacity on a Weighted Average basis. Cost of Finished Goods includes other costs incurred in bringing the Inventories to their present location and condition. Net Realisable Value is the Estimated Selling Price in the ordinary course of business, less estimated costs of completion and the estimated costs necessary to make the Sale.

2.9 Employee Benefits

All Employee Benefits payable wholly within twelve months of rendering the service are classified as Short-Term Employee Benefits. Benefits such as Salaries, Wages etc. and the expected cost of ex-gratia are recognised in the period in which the employee renders the related service. Liability is recognised for the amount expected to be paid when there is a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.

2.10 Investments

Investments which are readily realizable and intended to be held for not more than one year from the date on which such investments are made, are classified as Current Investments. All other investments are classified as Long-Term Investments. On initial recognition, all Investments are measured at Cost. The Cost comprises the Purchase Price and directly attributable acquisition charges such as Brokerage, Fees, and Duties.

Current Investments are carried at the lower of Cost and Fair Value determined on an individual basis. Long-Term Investments are carried at Cost. However, provision for diminution in value is made to recognize a decline other than temporary in the value of the Long-Term Investments.

On disposal of an Investment, the difference between its Carrying Amount and Net Disposal Proceeds is charged or credited to the Statement of Profit and Loss.

2.10 Taxation

Income Tax expenses comprises Current Tax and Deferred Tax and is recognized in the Statement of Profit and Loss except to the extent that it relates to an item which is recognized directly in Equity or in Other Comprehensive Income. Current Tax is the expected Tax payable on the Taxable Income using applicable Tax Rates enacted or substantively enacted as at the Reporting Date and any adjustments relating to the Income Tax of previous years. Deferred Tax is recognized in respect of temporary difference between the Carrying Amounts of Assets and Liabilities as per the Financial Statements and Taxation Laws. Deferred Tax Liability is recognized based on the expected manner of realisation or settlement of difference in the Carrying Amounts applying Tax Rates enacted or substantively enacted as at the Reporting Date. Deferred Tax Assets are recognised only to the extent that it is probable that future Taxable Profits will be available to utilize the same.

Current Tax

Current Tax is the amount of Tax payable on the Taxable Income for the year, determined in accordance with the provisions of the Income Tax Act, 1961.

Deferred Tax

Deferred Tax is recognised on temporary differences between the Carrying Amounts of Assets and Liabilities in the Balance Sheet and their corresponding Tax bases. Deferred Tax Liabilities are generally recognised for all Taxable temporary differences. Deferred Tax Assets are generally recognised for all deductible temporary differences and unused Tax Losses being carried forward, to the extent that it is probable that Taxable Profits will be available in future against which those deductible temporary differences and Tax Losses can be utilised. Such Deferred Tax Assets and Liabilities are not recognised if the temporary difference arises from initial recognition (other than in a business combination) of Assets and Liabilities in a transaction that affects neither the Taxable Profit nor the Accounting Profit. In addition, Deferred Tax Liabilities are not recognised if the temporary difference arises from the initial recognition of goodwill.

The Carrying Amount of Deferred Tax Assets is reviewed at the end of each Reporting Period and reduced to the extent that it is no longer probable that sufficient Taxable profits will be available to allow all or part of the Asset to be recovered.

Deferred Tax Liabilities and Assets are measured at the Tax rates that are expected to apply in the period in which the Liability is settled or the Asset realised, based on Tax Rates (and Tax Laws) that have been enacted or substantively enacted by the end of the Reporting Period.

Presentation of Current and Deferred Tax

Current and Deferred Tax are recognized as income or an expense in the Statement of Profit and Loss, except when they relate to items that are recognized in Other Comprehensive Income, in which case, the Current and Deferred Tax Income / Expense are recognized in Other Comprehensive Income.

The Company offsets Current Tax Assets and Current Tax Liabilities, where it has a legally enforceable right to set off the recognized amounts and where it intends either to settle on a Net basis, or to realize the Asset and settle the Liability simultaneously. In case of Deferred Tax Assets and Deferred Tax Liabilities, the same are offset if the Company has a legally enforceable right to set off corresponding Current Tax Assets against Current Tax Liabilities and the Deferred Tax Assets and Deferred Tax Liabilities relate to Income Taxes levied by the Tax Authority on the Company.

2.11 Minimum Alternate Tax (MAT)

MAT Credit is recognised as an Asset only when and to the extent that is more likely than not that they will be recovered and that the Company will pay Income Tax, as per the normal rates, during the specified period i.e. the period for which MAT Credit is allowed to be carried forward. In the year in which the MAT Credit becomes eligible to be recognised as an Asset in accordance with the recommendations contained in the Guidance Note issued by the Institute of Chartered Accountants of India, the said Asset is created by way of a Credit to the Statement of Profit and Loss and shown as MAT Credit Entitlement. The Company reviews the same at each Balance Sheet date and writes down the Carrying Amount of MAT Credit Entitlement to the extent there is no longer convincing evidence to the effect that the Company will pay normal Income Tax during the specified period.

2.12 Provisions, Contingent Liabilities and Contingent Assets

Provisions are recognised when the Company has a Present Obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. The Expense relating to a Provision is presented in the Statement of Profit or Loss net of any Reimbursement. If the effect of the time value of money is material, Provisions are discounted using a current Pre-Tax rate that reflects, when appropriate, the risks specific to the Liability.

A Contingent Liability is disclosed when:

- (a) A Possible Obligation that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company; or
- (b) A Present Obligation that arises from past events but is not recognised because:
 - (i) it is not probable that an outflow of resources embodying economic benefits will be required to settle the Obligation; or
 - (ii) the amount of the Obligation cannot be measured with sufficient reliability.

Contingent Asset is a possible Asset that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company.

Contingent Liabilities and Assets are not recognised in Financial Statements but are disclosed in the Notes when it is virtually certain that economic benefits will inflow to the Company.

2.13 Foreign Currency Transactions and Translations

Transactions in Foreign Currency are translated to the Functional Currency i.e., Indian Rupee (INR) at Exchange Rates prevailing at the date of Transactions. Exchange differences arising on Foreign Exchange Transactions settled during the year are recognised in the Statement of Profit

and Loss of the year. Monetary Assets and Liabilities denominated in Foreign Currencies which are outstanding, as at the Reporting Date are translated at the Closing Exchange Rates and the resultant exchange differences are recognised in the Statement of Profit and Loss.

2.14 Impairment

Non – Financial Assets

Non-Financial Assets are evaluated for recoverability whenever events or changes in circumstances indicate that their Carrying Amounts may not be recoverable. For the purpose of Impairment testing, the Recoverable Amount (i.e., the higher of the Fair Value less Cost of Disposal and its Value-in-Use) is determined on an individual basis unless the Asset does not generate Cash Flows that are largely independent of those from other Assets. In such cases, the Recoverable Amount is determined for the Cash Generating Unit to which the Asset belongs.

If such assets are considered to be impaired, the Impairment to be recognised in the Statement of Profit and Loss is measured by the amount by which the Carrying Value of the Asset exceeds the estimated Recoverable Amount of the Asset. An Impairment Loss is reversed in the Statement of Profit and Loss, if there has been a change in the estimates, used to determine the Recoverable Amount. The Carrying Amount of the Asset is increased to its revised Recoverable Amount, provided that this amount does not exceed the Carrying Amount that would have been determined (Net of any Accumulated Amortisation or Depreciation) had no impairment loss been recognised for the Asset in prior years.

Financial Assets

The Company recognises loss allowances, if any, using the Expected Credit Loss (ECL) Model for the Financial Assets which are not fair valued. Loss Allowance for Trade Receivables with no significant financing component is measured at an amount equal to lifetime ECL. For all other Financial Assets, ECL is measured at an amount equal to the 12-month ECL, unless there has been a significant increase in Credit Risk from initial recognition, in which case, those are measured at Lifetime ECL. The amount of expected credit losses (or reversal) that is required to adjust the loss allowance at the Reporting Date to the amount that is required to be recognised, is recognised as an Impairment Gain or Loss in the Statement of Profit and Loss.

2.15 Borrowing Costs

Borrowings are initially recognised at Fair Value, net of transaction costs incurred. Borrowings are subsequently measured at Amortised Cost. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognised in the Statement of Profit and Loss over the period of the Borrowings using the Effective Interest Method. Fees paid on the establishment of Loan Facilities are recognised as transaction costs of the Loan to the extent that it is probable that some or all of the facility will be drawn down. In this case, the Fee is deferred until the draw down occurs. To the extent there is no evidence that it is probable that some or all of the facility will be drawn down, the fee is capitalised as a prepayment for Liquidity Services and Amortised over the period of the facility to which it relates.

Borrowings are removed from the Balance Sheet when the obligation specified in the contract is discharged, cancelled or expired. The difference between the Carrying Amount of a Financial Liability that has been extinguished or transferred to another party and the consideration paid, including any Non-Cash Assets transferred or Liabilities assumed, is recognised in the Statement of Profit and Loss as other Gains / (losses). Borrowings are classified as Current Liabilities unless the Company has an unconditional right to defer settlement of the Liability for at least twelve

months after the Reporting Period. Where there is a breach of a material provision of a long-term loan arrangement on or before the end of the Reporting Period with the effect that the Liability becomes payable on demand on the Reporting Date, the Entity does not classify the Liability as current, if the lender agreed, after the Reporting Period and before the approval of the Financial Statements for issue, not to demand payment as a consequence of the breach.

Borrowing costs directly attributable to the acquisition, construction or production of Qualifying Assets, which are Assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of those Assets, until such time as the Assets are substantially ready for their intended use or Sale. Interest Income earned on the temporary investment of Specific Borrowings pending their expenditure on the Qualifying Assets is deducted from the Borrowing Costs eligible for capitalisation. All other Borrowing Costs are recognised in the Statement of Profit and Loss in the period in which they are incurred.

2.16 Earnings Per Share

The Company presents the Basic Earnings Per Share by dividing the Net Profit for the period attributable to the Shareholders by the Weighted Average Number of Equity Shares outstanding during the period. Where the Equity Shares are issued without a corresponding change in resources like Bonus Issue, the Weighted Number of Equity Shares outstanding during the period as well as all periods presented are adjusted for such events.

Diluted Earnings Per Share is computed by dividing the Net Profit After Tax by the Weighted Average Number of Equity Shares considered for deriving the Basic Earnings Per Share and also Weighted Average Number of Equity Shares that could have been issued upon conversion of all Dilutive Potential Equity Shares. Dilutive Potential Equity Shares are deemed converted as of the beginning of the period, unless issued at a later date. Dilutive Potential Equity Shares are determined independently for each period presented. The Number of Equity Shares and potentially Dilutive Equity Shares are adjusted for Preferential Issue of Equity Shares, Bonus Shares, etc. as appropriate.

2.17 Cash and Cash Equivalents

The Company considers all highly liquid Financial Instruments, which are readily convertible into known amounts of Cash, that are subject to an insignificant risk of change in value with a maturity within three months or less from the date of purchase, to be Cash Equivalents. Cash and Cash Equivalents consist of balances with Banks, which are unrestricted for withdrawal and usage.

2.18 Financial Assets

The Company classifies Financial Assets as subsequently measured at Amortised Cost, Fair Value through Other Comprehensive Income or Fair Value through Profit or Loss on the basis of its business model for managing the Financial Assets and the Contractual Cash Flow characteristics of the Financial Asset.

Initial Recognition and Measurement

All Financial Assets are recognised initially at Fair Value plus, in the case of Financial Assets not recognised at Fair Value through Profit or Loss, Transaction Costs that are attributable to the acquisition of the Financial Asset. Trade Receivables that do not contain a significant financial component measured at Transaction Price. Subsequent measurement of Financial Assets are dependent on initial categorisation. For Impairment purposes, significant Financial Assets are

tested on an individual basis and other Financial Assets are assessed collectively in groups that share similar credit risk characteristics.

Classification of Financial Assets

(i) Financial Assets measured at Amortised Cost: Financial Assets are measured at Amortised Cost, when Asset is held within a business model, whose objective is to hold Assets for collecting the contractual Cash Flows and contractual terms of the Asset give rise, on specified dates, to Cash Flows that are solely payments of Principal and Interest. Such Financial Assets are subsequently measured at the Amortised Cost using the EIR Method. The losses arising from Impairment are recognised in the Statement of Profit and Loss.

(ii) Financial Assets at Fair Value through Other Comprehensive Income: Financial Assets under this Category are measured initially as well as at each Reporting Date at Fair Value. Fair Value movements are recognised in the Other Comprehensive Income.

(iii) Financial Assets at Fair Value through Profit or Loss: A Financial Asset which is not classified in any of the above categories is subsequently Fair Valued through Profit or Loss. Financial Assets under this Category are measured initially as well as at each Reporting Date at Fair Value with all changes recognised in the Statement of Profit or Loss.

Derecognition of Financial Assets

A Financial Asset is primarily de-recognised when the rights to receive Cash Flows from the Asset have expired or the Company has transferred its Rights to receive Cash Flows from the Asset.

2.19 Financial Liabilities

Financial Liabilities are recognized when the Company becomes a party to the contractual positions of an instrument. Financial Liabilities are recognized initially at Fair Value. In the case of Financial Liabilities other than those recognized at Fair Value through Profit and Loss (FVTPL), the Transaction Costs attributable to the acquisition of the Financial Liability are added to the Fair Value for the initial recognition. In the case of Financial Liabilities, recognised at FVTPL, the Transaction Costs are recognised in the Statement of Profit and Loss.

Financial Liabilities other than those recognized at FVTPL are subsequently measured at Amortised Cost using EIR method. Financial Liabilities carried at FVTPL are measured at Fair Value with all changes in Fair Value recognized in the Statement of Profit and Loss. The Company measures the following Financial Liabilities under Amortised Cost:

- (a) Borrowings
- (b) Trade Payables
- (c) Other Financial Liabilities

Financial Liabilities held for trading are measured at FVTPL. Financial Liabilities and Financial Assets are off-set and Net Amount is presented in the Balance Sheet when the Company has a Legal Right to offset and intends to settle the same on Net Basis or realise the Asset and settle the Liability simultaneously. A Financial Liability is derecognised when it is extinguished, i.e. when the obligation specified in the contract is discharged, cancelled or expires.

Foreign Exchange Gains and Losses for Financial Liabilities that are denominated in a Foreign Currency and are measured at Amortised Cost at the end of each Reporting Period, the Foreign Exchange Gains and Losses are determined based on the Amortised Cost of the Instruments and are recognised in Statement of Profit and Loss under Other Income. The Fair Value of Financial Liabilities denominated in a Foreign Currency is determined in that Foreign Currency and

translated at the Spot Rate at the end of the Reporting Period. For Financial Liabilities that are measured at FVTPL, the Foreign Exchange component forms part of the Fair Value Gains or Losses and is recognised in the Statement of Profit and Loss.

Equity Instrument: An Equity Instrument is any contract that evidences a residual interest in the Assets of the Company after deducting all of its Liabilities. Equity Instruments are recorded at the proceeds received, net of direct issue costs.

2.20 Cash Flow Statement

Cash Flow Statement are reported using the Indirect Method, whereby Profit / (Loss) Before Tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The Cash Flows from Operating, Investing and Financing Activities of the Company are segregated based on the available information. The Cash and Cash Equivalents includes balances in Current Accounts, Cash-on-hand and Cheques / Drafts on hand. Bank Overdrafts are shown set-off against the Cash and Bank Balances in the Note 13 of the Notes to Accounts.

2.21 Segment Reporting

Operating Segments are reported in a manner consistent with the internal reporting provided to the Senior Management. The Company considers processing of the alloy wheels as its single segment in which the Company operates. The Company has also dealt in some other products, but their volume is nominal hence no reportable segments are there.

For M/s PPKG & Co
Chartered Accountants
FRN: 009655S

For Precision Metaliks Limited

CA Girdhari Lal Toshniwal
Partner
Membership No. 205140
UDIN: 24205140BKALIV4588

Jayanthi Roja Ramani
Director
(DIN: 05334095)

Devarapalli Ramesh Babu
Whole-Time Director
(DIN: 02163058)

Date: May 28, 2024
Place: Visakhapatnam

Rakesh Kumar
Company Secretary

BVV Prakash Rao
Chief Financial Officer

II Notes on Accounts:

1. The Provision for Income Tax has been made based on the computation as per the provisions of Income Tax Act, 1961.
2. Provision for Gratuity is made at the time of Payment.
3. Previous year figures have been re-grouped / re-arranged wherever necessary.
4. Particulars of Employees:

SI No	Particulars	Amount
1	Employees who are in receipt of remuneration of Rs.60,00,000/- or more per annum or Employees who are in receipt of remuneration of Rs.5,00,000/- or more per month; employed throughout the year	Nil
2	Employees who are in receipt of remuneration of Rs.60,00,000/- or more per annum or Employees who are in receipt of remuneration of Rs.5,00,000/- or more per month; employed for part of the year	Nil

5. Managerial Remuneration:

Name	Designation	Current Year	Previous Year
Devarapalli Ramesh Babu	Whole-Time Director	-	Rs.28,32,000/-

6. Earnings Per Share:

SI No	Particulars	Current Year	Previous Year
1	Net Profit or (Loss) as per Profit and Loss account available for Equity Shareholders (Rs. in Lakhs)	678.38	710.43
2	Weighted Average Number of Equity Shares for Basic Earnings Per Share	2,29,59,066	1,62,59,066
3	Basic and Diluted Earnings Per Share	2.95	4.37

7. Particulars of Auditor's Remuneration are as follows:

Amount (Rs)

SI No	Particulars	FY 2023-2024	FY 2022-2023
1	Audit Fees	1,80,000	75,000
	Total	1,80,000	75,000

8. Deferred Tax has been provided in accordance with Accounting Standard-22 on 'Accounting for Taxes on Income' issued by the Institute of Chartered Accountants of India.

Particulars	Current Year	Previous Year
Opening Deferred Tax Asset / (Liability)	50,724	89,186
Deferred Tax Liability on account of difference in Depreciation as per Income Tax Act, 1961 and as per Companies Act, 2013	-	-
Less/Add: Deferred Tax Assets	(75,171)	(38,462)
Closing Balance	(24,447)	50,724
Deferred Tax Liability / Assets	Asset	Liability

9. Value of Imports: (CIF VALUE)

Particulars	Amount (In Rupees)
Purchases (Imports) RM	27,40,65,013.32

10. Expenditure and Earnings in Foreign Currency:

Particulars	Amount (In USD \$)
Expenditure in Foreign Currency	\$ 54,45,074.26
Earnings in Foreign Currency	\$ 2,90,534.36

The above expenditure is incurred towards the import of materials and the earnings received is Advances against Orders.

11. Remittances in Foreign Currency on account of Dividend: Nil

12. Related Party Disclosures as per Accounting Standard-18 are as given below:

Related Party	Relationship	Balance Outstanding as on 31.03.2024	
		Payable	Receivable
D. Ramesh Babu	Whole-Time Director	Rs.14,16,000/-	Nil
B.V.V. Prakash Rao	Chief Financial Officer	Rs.2,34,000/-	Nil
Rakesh Kumar	Company	Rs.1,74,600/-	Nil

13. In respect of the above parties, there is no provision for Doubtful Debts as on March 31, 2024 and no amount has been written off or written back during the year in respect of Debts due from/to them.

14. Contingent Liabilities: Nil

15. Fair Value Measurements

Fair Value of Financial Assets and Liabilities are measured at Amortised Cost. Trade Receivables, Cash and Cash Equivalents, Bank Balances, Loans and other Financial Assets are measured at Carrying Values that approximate Fair Value. Borrowings, Trade Payables and other Financial Liabilities are measured at Carrying Values that approximates the Fair Value. If measured at Fair Value in the Financial Statements, these Financial Instruments would be classified as Level-Three in the Fair Value Hierarchy.

16. Financial Risk Management

The Company's activities expose it to Market Risk (including Currency Risk, Interest Rates, and other Price Risk), Credit Risk and Liquidity Risk. The Company seeks to minimise the effects of these risks by taking various measures. The Company does not enter into or trade Financial Instruments, including Derivative Financial Instruments, for speculative purposes.

17. (a) Market Risk

The Company's activities expose it primarily to the Financial Risks of changes in Foreign Currency Exchange Rates and Interest Rates. The Company manages such risks primarily through natural hedge.

(b) Foreign Currency Risk Management

The Company undertakes Transactions denominated in Foreign Currencies, resulting in exposure to Exchange Rate Fluctuations. The Foreign Currency Transactions primarily relate to Imports and Exports. Considering the volume of Imports and Exports, Exchange Rate Exposures are primarily managed through natural hedge.

(c) Interest Rate Risk Management

The Company's exposure to Interest Rate Risk is limited to the extent of Working Capital funding availed from the Bankers, which is at the External Benchmark Lending rate subject to a periodic reset.

(d) Interest Rate Sensitivity Analysis

The Interest Rate Sensitivity Analysis is being done based on the assumption that the amount of Liability outstanding at the end of the period was outstanding for the whole financial year and all other variables remain constant.

(e) Other Price Risk

The Company's Investments in Equity Instruments are held for strategic purposes rather than for trading. As the purpose of all such investments are strategic rather than for trading, the Company does not recognise any impact of sensitivity in the Equity Prices.

(f) Credit Risk Management

The Credit Risk to the Company arises primarily from the customers defaulting on their Contractual Obligations, thus resulting in financial loss to the Company. As part of mitigation process to address the risk, the Management evaluates the credentials of a customer before quoting for their Order. The Management evaluates the potential customers' credentials by considering various factors such as their Financial Position, past experience in payments and other relevant factors. Advance Payments are obtained from Customers in banquets, as a means of mitigating the Risk of Financial Loss from defaults.

The Management makes provision for its Financial Assets, on every Reporting Period, as per the Expected Credit Loss Method. The percentage at which the provision is made is determined on the basis of historical experience of such provisions, modified to the current and prospective business and customer profile.

(g) Liquidity Risk Management

The Liquidity requirements of the Company are met by the Internal Accruals and Working Capital Funding from the Banks. The Liquidity requirements for the Operations are met by allocating the Cash Flows from the customers.

For Precision Metaliks Limited

For M/s PPKG & Co
Chartered Accountants
FRN: 009655S

CA Girdhari Lal Toshniwal
Partner
Membership No. 205140
UDIN: 24205140BKALIV4588

Jayanthi Roja Ramani
Director
(DIN: 05334095)

Devarapalli Ramesh Babu
Whole-Time Director
(DIN: 02163058)

Date: May 28, 2024
Place: Visakhapatnam

Rakesh Kumar
Company Secretary

BVV Prakash Rao
Chief Financial Officer