

INNOMET ADVANCED MATERIALS LIMITED

(Formerly INNOMET ADVANCED MATERIALS PRIVATE LIMITED)

B-31, BHEL Ancillary Industrial Estate, Ramachandrapuram,

Medak, Hyderabad-502032, Telangana, India

Ph: +91402302 1726, +91 7036869896, Fax: +9140 2302 4647

GST No: 36AAFCI2535J1ZJ / CIN: No: L27101TG2019PLC132262

Date: August 28, 2025

To,

Listing Compliance Department

National Stock Exchange of India Limited

Exchange Plaza, C-1, Block G,

Bandra Kurla Complex,

Bandra (E), Mumbai – 400 051.

Scrip Code: INNOMET

Dear Sir/Madam,

Sub: Notice of 6TH Annual General Meeting and Annual Report for the Financial Year 2024-2025

Ref: Regulation 34 (1) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

In compliance with Regulation 34 (1) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, please find enclosed herewith the Annual Report of the Company for the Financial Year 2024-2025, to be approved and adopted by the Members of the Company in the 6th Annual General Meeting to be held on **Saturday, September 20, 2025**, at 03:00 P.M. through video conferencing (“VC”) /other Audio - Visual Means (“OAVM”).

The Notice along with the Annual Report will be sent to the registered email-ids of the Shareholders who holds shares of the company as on August 22, 2025, being the cut-off date for dispatch of Notice and Annual Report. The same is also available on the website of the Company at <https://www.innomet.net/images/Annual%20Report-2024-25.pdf>.

Key Information relating to AGM are as under:

Date and time of AGM	Saturday, September 20, 2025 , at 03:00 P.M.
Mode of Meeting	VC/ OAVM
Cut-off date for e-voting	Monday, September 15, 2025
E-voting start date and time	September 17, 2025-09:00 A.M

INNOMET ADVANCED MATERIALS LIMITED

(Formerly INNOMET ADVANCED MATERIALS PRIVATE LIMITED)

B-31, BHEL Ancillary Industrial Estate, Ramachandrapuram,
Medak, Hyderabad-502032, Telangana, India

Ph: +91402302 1726, +91 7036869896, Fax: +9140 2302 4647

GST No: 36AAFCI2535J1ZJ / CIN: No: L27101TG2019PLC132262

E-voting end date and time	September 19, 2025-05:00 P.M
----------------------------	------------------------------

Further, Kindly note that the equity shares of the Company are listed on the NSE Emerge (SME) Platform. Accordingly, in terms of Regulation 15(2) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, Regulation 24A concerning Secretarial Auditor and Secretarial Compliance Report is not applicable to companies listed on the SME Exchange. Consequently, the Company is not required to take approval of shareholders at the said Annual General Meeting for appointment of Secretarial Auditor. However, The Audit Committee and the Board would consider the appointment of Secretarial auditor for FY 2025-26 in due course and the same would be intimated accordingly.

Please take the same on your records.

Thanking you,

For Innomet Advanced Materials Limited

Aanchal Sethia

Company Secretary & Compliance Officer

Enclosure: Annual Report for Financial Year 2024-2025

Annual Report 2025 – Innomet Advanced Materials Limited

TABLE OF CONTENTS

NOTICE OF 6TH ANNUAL GENERAL MEETING..... 2

ABOUT US.....13

DEAR SHAREHOLDERS,13

CORPORATE INFORMATION15

DIRECTOR'S REPORT17

MANAGEMENT’S DISCUSSION AND ANALYSIS.....36

AUDITED FINANCIAL REPORT41

NOTICE OF 6TH ANNUAL GENERAL MEETING

The 6th Annual General Meeting of Innomet Advanced Materials Limited will be held on Saturday, September 20, 2025 at 03:00 P.M. through Video Conferencing ("VC")/ Other Audio-Visual Means ("OAVM") facility to transact the following businesses.

ORDINARY BUSINESS

1. To consider and adopt the Annual Audited Financial Statements (Standalone) of the Company for the financial year ended March 31, 2025 including the Balance Sheet as on March 31, 2025, the statement of Profit and Loss and the Cash Flow Statement for the financial year ended on that date and the reports of the Board of Directors and Auditors thereon, and, in this regard, to consider and if thought fit, to pass, with or without modification(s), the following resolutions as Ordinary Resolutions:

To consider and if thought fit, to pass with or without modification, the following resolution as Ordinary Resolution:

"RESOLVED THAT the audited Standalone and Consolidated financial statement of the Company for the financial year ended March 31, 2025, and the reports of the Board of Directors and Auditors thereon, as circulated to the Members, be and are hereby considered and adopted."

2. To appoint Chilakapati Lakshmi Kanthamma (DIN: 08432016), who retires by rotation as a director and, in this regard, to consider and if thought fit, to pass, with or without modification(s), the following resolution as an Ordinary Resolution:

To consider and if thought fit, to pass with or without modification, the following resolution as Ordinary Resolution:

"RESOLVED THAT in accordance with the provisions of Section 152 and other applicable provisions of the Companies Act, 2013, Chilakapati Lakshmi Kanthamma (DIN: 08432016), who retires by rotation at this meeting, be and is hereby appointed as a Director of the Company."

SPECIAL BUSINESSES

3. To give approval for Related Party Transactions for F.Y. 2025-26:

To consider and if thought fit, to pass with or without modification, the following resolution as Ordinary Resolution:

"RESOLVED THAT pursuant to the provisions of Section 2(76), Section 177 and Section 188 of the Companies Act, 2013, read with applicable rules, the members of the company do hereby take note of and approve the omnibus approval granted by the Audit Committee and Board of directors for the related party transaction(s) undertaken during the financial year 2025-26, as detailed in the explanatory statement annexed to this notice.

RESOLVED FURTHER THAT Board of Directors of the company be and are hereby authorized to approve such transactions on case-to-case basis within the approved limit and do all such acts, deed, matters and things as may be necessary to give effect to the foregoing resolution."

Registered Office:

B-31, BHEL Ancillary Industrial Estate, Ramachandrapuram,
Medak, Hyderabad-502032,
Telangana, India.

Date: August 28, 2025

Place: Hyderabad

**By Order of the Board of Directors of
Innomet Advanced Materials Limited**

Sd/-

**Vinay Choudhary Chilakapati
Chairman, Managing Director and CEO
DIN: 08444644**

NOTES FOR MEMBERS' ATTENTION:

1. In compliance with General Circular Nos. 14/2020 dated April 08, 2020, 17/2020 dated April 13, 2020, 20/2020 dated May 05, 2020, 33/2020 dated September 28, 2020, 39/2020 dated December 31, 2020, 10/2021 dated June 23, 2021, 20/2021 dated December 08, 2021, 10/2022 dated December 28, 2022, 09/2023 dated September 25, 2023 and 09/2024 dated September 19, 2024 issued by the Ministry of Corporate Affairs ("MCA") and SEBI/HO/CFD/CFDPoD-2/P/CIR/2023/167 dated October 07, 2023 issued by Securities and Exchange Board of India (hereinafter collectively referred to as "Circulars"), the provisions of the Companies Act, 2013 ("the Act") and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations"), the Sixteen Annual General Meeting ("AGM") of the Company is being held through VC/OAVM without the physical presence of Members at a common venue. The deemed venue for the Six AGM will be the Registered Office of the Company – B-31, Bhel Ancillary Industrial Estate Ramachandrapuram, Medak, Hyderabad, Telangana, India, 502032.
2. A Statement pursuant to the provisions of Section 102 of the Companies Act, 2013 and additional information of the Directors seeking re-appointment as required under Regulation 36(3) of the Listing Regulations and Secretarial Standard on General Meetings issued by The Institute of Company Secretaries of India ("Secretarial Standard") are annexed.
3. In terms of the MCA Circulars since the physical attendance of Members has been dispensed with, there is no requirement of appointment of proxies. Accordingly, the facility of appointment of proxies by Members under Section 105 of the Act will not be available for the AGM and hence the Proxy Form and Attendance Slip are not annexed to this Notice. However, in pursuance of Section 113 of the Act, representatives of the Institutional/Corporate Members may be appointed for the purpose of voting through remote e-Voting, for participation in the AGM through VC/OAVM Facility and e-Voting during the AGM. The said Resolution/Authorization shall be sent to the Scrutinizer by email through its registered email address to info@csnayan.com with a copy marked to evoting@nsdl.co.in.
4. The attendance of the Members participating in the AGM through VC/OAVM will be counted for the purpose of reckoning the quorum under Section 103 of the Companies Act, 2013. In case of joint holders, the Member whose name appears as the first holder in the order of names as per the Register of Members of the Company will be entitled to vote at the AGM.
5. In line with the MCA Circulars and SEBI Circular, the notice of the AGM along with the Annual Report are being sent only by electronic mode to those Members whose e-mail addresses are registered with the Company/Depositories. Members may please note that this Notice and Annual Report will also be available on the Company's website www.innomet.net, website of the Stock Exchange i.e., National Stock Exchange of India Limited at www.nseindia.com and also on the website of the RTA at www.skylinerta.com.
6. Since the AGM is being held through VC/OAVM Facility, the route map of the venue of the Meeting is not annexed hereto.
7. The Members may join the AGM in the VC/OAVM mode thirty (30) minutes before the scheduled time of the commencement of the Meeting by following the procedure mentioned in this Notice.
8. As no shares were held in Physical Form, closure of the Register of Members and Share Transfer Books of the Company will not be applicable pursuant to section 91 of the Companies Act, 2013 and Regulation 42 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
9. Pursuant to the provisions of Section 108 of the Act read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended), Secretarial Standard on General Meetings (SS-2) issued by the Institute of Company Secretaries of India ("ICSI") and Regulation 44 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI circular no. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated December 09, 2020, the Company is providing remote e- Voting facility to its Members in respect of the business to be transacted at the AGM and facility for those Members participating in the AGM to cast vote through e-Voting system during the AGM.

10. The Company has availed the services of National Securities Depository (India) Limited (NSDL), as the authorized agency for conducting of the AGM through VC/OAVM and providing e- Voting facility.
11. The e-voting period commences on Wednesday, September 17, 2025 (9:00 A.M. IST) and ends on Friday, September 19, 2025 (5:00 P.M. IST). The e-voting module will be disabled by National Securities Depository (India) Limited (NSDL) thereafter. The voting rights of members shall be proportionate to their share of the paid-up equity share capital of the Company as on the cut-off date, i.e. Monday, September 15, 2025.
12. Members joining the meeting through VC/OAVM, who have not already cast their vote by means of remote e-Voting, shall be able to exercise their right to vote through e-Voting at the AGM. The Members who have cast their vote by remote e-Voting prior to the AGM may also attend the AGM but shall not be entitled to cast their vote again.
13. A person who is not a Member as on the cut-off date should treat this Notice of AGM for information purpose only.
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 i.e. Monday, September 15, 2025 only shall be entitled to avail the facility of remote e-voting as well as e-voting at the AGM.
15. The Board of Directors have appointed M/s. Pitroda Nayan & Co, Practicing Company Secretaries (Membership No. ACS 58473, COP 23912), Ahmedabad as Scrutinizer for the e-Voting process. The Scrutinizer shall, after the conclusion of AGM, unblock the votes in the presence of at least two witnesses who are not in employment of the Company and shall within a period of 2 (Two) working days from the conclusion of the AGM, prepare a Consolidated Scrutinizer's Report of the votes cast in favour or against, if any, and submit it to the Chairman of the meeting.
16. The results of the e-Voting will be declared within 2 (Two) working days from the conclusion of the AGM. The results declared along with the Scrutinizer's Report shall be placed on the Company's website at www.innomet.net and on the website of National Securities Depository (India) Limited and shall be communicated to National Stock Exchange of India Limited (NSE).
17. SEBI has mandated Members holding shares in physical form to submit PAN, KYC and Nomination details in specified forms. The specified forms are available at the website of the RTA at www.skylinerta.com. Members may make service requests by submitting a duly filled and signed Form ISR-4, the format of which is available on the website of Company's RTA.
18. The Members holding shares in physical mode are requested to lodge/notify communication for change of address, transfer deeds, bank details, ECS details, wherever applicable, mandates (if any), with the RTA. Members holding shares in electronic form are requested to furnish details to their respective DP.
19. The register of directors and key managerial personnel (KMP) and their shareholding, maintained under Section 170 of the Act, and the register of contracts or arrangements in which the directors are interested, maintained under Section 189 of the Act, will be available electronically for inspection by the members during the AGM. All documents referred to the Notice will also be available for electronic inspection without any fee from the date of circulation of this Notice up to the date of AGM. Members seeking to inspect such documents can send an email to cs@innomet.net.

20. Procedure for Remote e-Voting:

Procedure for Login for e-Voting and Attending AGM through VC/OAVM for Individual Shareholders holding securities in Demat mode. In terms of SEBI circular dated December 09, 2020, on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in Demat mode are allowed to vote through their Demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their Demat accounts to access e-Voting facility.

THE INSTRUCTIONS FOR MEMBERS FOR REMOTE E-VOTING AND JOINING GENERAL MEETING ARE AS UNDER: -

1. The voting period begins on Wednesday, September 17, 2025 (9:00 A.M. IST) and ends on Friday, September 19, 2025 at 5:00 P.M. During this period shareholders of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date of September 15, 2025 may cast their vote electronically. The e-voting module shall be disabled by National Securities Depository (India) Limited for voting thereafter.
2. Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting venue.
3. Pursuant to SEBI Circular No. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated 09.12.2020, under Regulation 44 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, listed entities are required to provide remote e-voting facility to its shareholders, in respect of all shareholders' resolutions. However, it has been observed that the participation by the public noninstitutional shareholders/retail shareholders is at a negligible level.

Currently, there are multiple e-voting service providers (ESPs) providing e-voting facility to listed entities in India. This necessitates registration on various ESPs and maintenance of multiple user IDs and passwords by the shareholder.

In order to increase the efficiency of the voting process, pursuant to a public consultation, it has been decided to enable e-voting to all the demat account holders, by way of a single login credential, through their demat accounts/ websites of Depositories/ Depository Participants. Demat account holders would be able to cast their vote without having to register again with the ESPs, thereby, not only facilitating seamless authentication but also enhancing ease and convenience of participating in e-voting process.

4. In terms of 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 vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their demat accounts in order to access e- Voting facility.

How do I vote electronically using NSDL e-Voting system?

The way to vote electronically on NSDL e-Voting system consists of "Two Steps" which are mentioned below:

Step 1: Access to NSDL e-Voting system

A. Login method for e-Voting and joining virtual meetings for Individual shareholders holding securities in demat mode.

In terms of SEBI circular dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their demat accounts in order to access e-Voting facility.

Login method for Individual shareholders holding securities in demat mode is given below:

Type of shareholders	Login Method
Individual Shareholders holding securities in demat mode with NSDL.	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://eservices.nsdl.com/ either on a Personal Computer or on a mobile. Once the home page 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

	<p>page. Click on options available against company name or e-Voting service provider - NSDL and you will be re-directed to NSDL e-Voting website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.</p> <p>2.If the user is not registered for IDeAS e-Services, option to register is available at https://eservices.nsdl.com. Select "Register Online for IDeAS" Portal or click at https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp</p> <p>3.Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsdl.com/ either on a Personal Computer or on a mobile. Once the home page 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 held 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 options available against company name or e-Voting service provider - NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.</p>
Individual Shareholders holding securities in demat mode with CDSL	<p>4.Existing users who have opted for Easi / Easiest, they can login through their user id and password. The option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi / Easiest are https://web.cdslindia.com/myeasi/home/login or www.cdslindia.com and click on New System Myeasi.</p> <p>5.After successful login of Easi/Easiest the user will be also able to see the E Voting Menu. The Menu will have links of e-Voting service provider i.e. NSDL. Click on NSDL to cast your vote.</p> <p>6.If the user is not registered for Easi/Easiest, option to register is available at https://web.cdslindia.com/myeasi/Registration/EasiRegistration</p> <p>7.Alternatively, the user can directly access e-Voting page by providing demat Account Number and PAN No. from a link in www.cdslindia.com home page. The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the demat Account. After successful authentication, user will be provided links for the respective ESP i.e. NSDL where the e-Voting is in progress.</p>
Individual Shareholders (holding securities in demat mode) login through their depository participants	<p>You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. Once 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 options available against company name or e-Voting service provider-NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.</p>

Important note: Members who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at abovementioned website.

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

Login type	Helpdesk details
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
Individual Shareholders holding securities in demat mode with CDSL	Members facing any technical issue in login can contact CDSL help-desk by sending a request at helpdesk.evoting@cdslindia.com or contact at 022-23058738 or 022-23058542-43

B. Method for shareholders other than Individual shareholders holding securities in demat mode and shareholders holding securities in physical mode:

How to Log-in to NSDL e-Voting website?

1. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <https://www.evoting.nsdl.com/> either on a Personal Computer or on a mobile.
2. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder/Member' section.
3. A new screen will open. You will have to enter your User ID, your Password/OTP and a Verification Code as shown on the screen.
4. *Alternatively, if you are registered for NSDL eservices i.e. IDEAS, you can log-in at <https://eservices.nsdl.com/> with your existing IDEAS login. Once you log-in to NSDL eservices after using your log-in credentials, click on e-Voting and you can proceed to Step 2 i.e. Cast your vote electronically.*

Your User ID details are given below :

Manner of holding shares i.e. Demat (NSDL or CDSL) or Physical	Your User ID is:
a) For Members who hold shares in demat account with NSDL.	8 Character DP ID followed by 8 Digit Client ID For example, if your DP ID is IN300*** and Client ID is 12***** then your user ID is IN300***12*****.
b) For Members who hold shares in demat account with CDSL.	16 Digit Beneficiary ID For example if your Beneficiary ID is 12***** then your user ID is 12*****.
c) For Members holding Shares in Physical Form.	EVEN Number followed by Folio Number registered with the company For example if folio number is 001*** and EVEN is 101456 then user ID is 101456001***

5. Password details for shareholders other than Individual shareholders are given below:
6. If you are already registered for e-Voting, then you can use your existing password to login and cast your vote.
7. If you are using NSDL e-Voting system for the first time, you will need to retrieve the 'initial password' which was communicated to you. Once you retrieve your 'initial password', you need to enter the 'initial password' and the system will force you to change your password. How to retrieve your 'initial password'?

8. If your email ID is registered in your demat account or with the company, your 'initial password' is communicated to you on your email ID. Trace the email sent to you from NSDL from your mailbox. Open the email and open the attachment i.e. a .pdf file. Open the .pdf file. The password to open the .pdf file is your 8-digit client ID for NSDL account, last 8 digits of client ID for CDSL account or folio number for shares held in physical form. The .pdf file contains your 'User ID' and your 'initial password'.
9. If your email ID is not registered, please follow steps mentioned below in process for those shareholders whose email ids are not registered:
10. If you are unable to retrieve or have not received the "Initial password" or have forgotten your password:
 - a) Click on "Forgot User Details/Password?" (If you are holding shares in your demat account with NSDL or CDSL) option available on www.evoting.nsdl.com.
 - b) Physical User Reset Password?" (If you are holding shares in physical mode) option available on www.evoting.nsdl.com.
 - c) If you are still unable to get the password by aforesaid two options, you can send a request at evoting@nsdl.co.in mentioning your demat account number/folio number, your PAN, your name and your registered address etc.
 - d) Members can also use the OTP (One Time Password) based login for casting the votes on the e-Voting system of NSDL.
11. After entering your password, tick on Agree to "Terms and Conditions" by selecting on the check box.
12. Now, you will have to click on "Login" button.
13. After you click on the "Login" button, Home page of e-Voting will open.

Step 2: Cast your vote electronically and join General Meeting on NSDL e-Voting system.

How to cast your vote electronically and join General Meeting on NSDL e-Voting system?

1. After successful login at Step 1, you will be able to see all the companies "EVEN" in which you are holding shares and who's voting cycle and General Meeting is in active status.
2. Select "EVEN" of company for which you wish to cast your vote during the remote e-Voting period and casting your vote during the General Meeting. For joining virtual meeting, you need to click on "VC/OAVM" link placed under "Join General Meeting".
3. Now you are ready for e-Voting as the Voting page opens.
4. Cast your vote by selecting appropriate options i.e. assent or dissent, verify/modify the number of shares for which you wish to cast your vote and click on "Submit" and also "Confirm" when prompted.
5. Upon confirmation, the message "Vote cast successfully" will be displayed.
6. You can also take the printout of the votes cast by you by clicking on the print option on the confirmation page.
7. Once you confirm your vote on the resolution, you will not be allowed to modify your vote.

General Guidelines for shareholders

1. Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution/ Authority letter etc. with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer by e-mail to info@csnayan.com with a copy marked to evoting@nsdl.co.in.
2. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. Login to the e-voting website will be disabled upon five unsuccessful attempts to key in the correct password. In such an event, you will need to go through the "Forgot User Details/Password?" or "Physical User Reset Password?" option available on www.evoting.nsdl.com to reset the password.

In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Shareholders and e-voting user manual for Shareholders available at the download section of www.evoting.nsdl.com or call on toll free no.: 1800 1020 990 and 1800 22 44 30 or send a request at evoting@nsdl.co.in

How to cast your vote electronically and join General Meeting on NSDL e-Voting system?

1. After successful login at Step 1, you will be able to see all the companies “EVEN” in which you are holding shares and who’s voting cycle and General Meeting is in active status.
2. Select “EVEN” of company for which you wish to cast your vote during the remote e-Voting period and casting your vote during the General Meeting. For joining virtual meeting, you need to click on “VC/OAVM” link placed under “Join General Meeting”.
3. Now you are ready for e-Voting as the Voting page opens.
4. Cast your vote by selecting appropriate options i.e. assent or dissent, verify/modify the number of shares for which you wish to cast your vote and click on “Submit” and also “Confirm” when prompted.
5. Upon confirmation, the message “Vote cast successfully” will be displayed.
6. You can also take the printout of the votes cast by you by clicking on the print option on the confirmation page.
7. Once you confirm your vote on the resolution, you will not be allowed to modify your vote.

General Guidelines for shareholders

1. Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution/ Authority letter etc. with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer by e-mail to info@csnayan.com with a copy marked to evoting@nsdl.co.in.
2. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. Login to the e-voting website will be disabled upon five unsuccessful attempts to key in the correct password. In such an event, you will need to go through the “Forgot User Details/Password?” or “Physical User Reset Password?” option available on www.evoting.nsdl.com to reset the password.
3. In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Shareholders and e-voting user manual for Shareholders available at the download section of www.evoting.nsdl.com or call on toll free no.: 1800 1020 990 and 1800 22 44 30 or send a request at evoting@nsdl.co.in

Process for those shareholders whose email ids are not registered with the depositories for procuring user id and password and registration of e mail ids for e-voting for the resolutions set out in this notice:

1. In case shares are held in physical mode please provide Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self-attested scanned copy of PAN card), and AADHAR (self-attested scanned copy of Aadhar Card) by email to cs@innomet.net.

In case shares are held in demat mode, please provide DPID-CLID (16 digit DPID + CLID or 16 digit beneficiary ID), Name, client master or copy of Consolidated Account statement, PAN (self-attested scanned copy of PAN card), AADHAR (self-attested scanned copy of Aadhar Card) to cs@innomet.net. If you are an Individual shareholder holding securities in demat mode, you are requested to refer to the login method explained at step 1 (A) i.e. Login method for e-Voting and joining virtual meetings for Individual shareholders holding securities in demat mode.

2. Alternatively shareholder/members may send a request to evoting@nsdl.co.in for procuring user id and password for e-voting by providing above mentioned documents.
3. In terms of SEBI circular dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are required to update their mobile number and email ID correctly in their demat account in order to access e-Voting facility.

THE INSTRUCTIONS FOR MEMBERS FOR e-VOTING ON THE DAY OF THE AGM ARE AS UNDER:-

1. The procedure for e-Voting on the day of the AGM is same as the instructions mentioned above for remote e-voting.
2. Only those Members/ shareholders, who will be present in the AGM through VC/OAVM facility and have not casted 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 in the AGM.
3. Members who have voted through Remote e-Voting will be eligible to attend the AGM. However, they will not be eligible to vote at the AGM.
4. The details of the person who may be contacted for any grievances connected with the facility for e-Voting on the day of the AGM shall be the same person mentioned for Remote e-voting.
5. Members attending the e-AGM shall be counted for the purpose of reckoning the quorum under section 103 of the Act.

INSTRUCTIONS FOR MEMBERS FOR ATTENDING THE AGM THROUGH VC/OAVM ARE AS UNDER:

1. Members will be provided with a facility to attend the AGM through VC/OAVM through the NSDL e-Voting system. Members may access by following the steps mentioned above for **Access to NSDL e-Voting system**. After successful login, you can see link of "VC/OAVM link" placed under "**Join General meeting**" menu against company name. You are requested to click on VC/OAVM link placed under Join General Meeting menu. The link for VC/OAVM will be available in Shareholder/Member login where the EVEN of Company will be displayed. Please note that the members who do not have the User ID and Password for e-Voting or have forgotten the User ID and Password may retrieve the same by following the remote e-Voting instructions mentioned in the notice to avoid last minute rush.
2. Members are encouraged to join the Meeting through Laptops for better experience.
3. Further Members will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
4. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop 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 kind of aforesaid glitches.

Shareholders who would like to express their views/have questions may send their questions in advance mentioning their name demat account number/folio number, email id, mobile number at cs@innomet.net . The same will be replied by the company suitably.

5. Shareholders/Members, who need assistance before or during the AGM, can contact NSDL official Ms. Sarita Mote on Toll free no.: 1800 1020 990 and 1800 22 44 30 or send a request at evoting@nsdl.co.in.

General Instructions:

- I.The Board of Directors has appointed M/s. Pitroda Nayan & Co, Practicing Company Secretaries, as the Scrutinizer to the e-voting process and voting at the e-AGM in a fair and transparent manner.
- II.Voting is not allowed simultaneously thorough E-AGM and E-voting. Both being different, shareholder needs to complete e-voting during the period mentioned in Notes above and for attending the E-AGM, he/she may attend through Zoom Meets.
- III.The Scrutinizer shall, immediately after the conclusion of voting at the e-AGM, count the votes cast at the meeting in the presence of at least two witnesses, not in the employment of the Company and make a Scrutinizer's report of the total votes cast in favour or against, if any, to the Chairman of the Company, who shall countersign the same.

The Scrutinizer shall submit his report to the Chairman or in his absence Managing Director & CFO of the Company, who shall declare the result of the voting. The results declared along with the scrutinizer's report shall be placed on the Company's website www.innomet.net and shall also be communicated to the stock exchanges where the shares of the Company are listed. The resolutions shall be deemed to be passed at the AGM of the Company.

EXPLANATORY STATEMENT

Item No. 03: To take approval for related party transaction for F.Y. 2025-26.

Pursuant to Sections 2(76), 177 and 188 of the Companies Act, 2013 ("Act"), the Audit Committee and Board of Directors has granted omnibus approval for certain related-party transactions to be entered into by the Company during the financial year 2025-26. As required under Regulation 23 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, and in terms of Section 188 of the Act, the details of such transactions are set out below for shareholders' approval.

The omnibus approval will enable the Company to enter into transactions in the ordinary course of business and at arm's length basis, thereby ensuring operational flexibility and reducing the need to seek fresh approval for each individual transaction, subject to the limits set out below and compliance with applicable law.

Name of the related party	Relation	Nature & Type of Transaction (in ₹)	Maximum Value of transactions (in ₹)	Period of Transaction	Basis
Prasad Innovations	Proprietorship firm of the director of the company	Services Related contracts	₹ 80 lakhs	FY 25-26	Need Based, requirement for which PO is issued, and order is serviced.
Prasad Engineering Works	Partnership firm of the relatives of director of the company	Equipment manufacturers	₹ 50 Lakhs	FY 25-26	Need Based, requirement for which PO is issued, and order is serviced.
Keerthi Enterprises	Proprietorship firm of the relatives of director of the company	Equipment manufacturers & Construction activity related contracts	₹ 75 Lakhs	FY 25-26	Need Based, requirement for which PO is issued, and order is serviced.

ANNEXURE TO NOTICE

Details of Directors seeking appointment / re-appointment at the Annual General Meeting [In pursuance of Clause 36 (3) of the SEBI (Listing Obligations and Disclosure Requirements), Regulations, 2015]

Information about the directors who are proposed to be appointed/ re-appointed at the 5th Annual General Meeting as per regulation 36(3) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 and SS-2 Secretarial Standard on general meetings issued by the Institute of Company Secretaries of India forming part of the notice convening the annual general meeting of the company.

Particulars	Mrs. Lakshmi Kanthamma Chilakapati
Director Identification Number	08432016
Date of Birth	August 05, 1949
Age	76 years
Justification for Appointment	Mrs. Lakshmi Kanthamma Chilakapati is proposed to be re-appointed by considering her leadership role in the business of the company.
Educational Qualification.	She completed her school education below metric.
Experience (No. of Years)	Mrs. Lakshmi Kanthamma Chilakapati has been assisted by the professional team headed by Mr. Vinay Choudary Chilakapati, who has got requisite qualifications and adequate experience in the industry to take care of day-to-day affairs of the Company, other varied functions of the Company.
Business field in which Experience.	General Engineering, Diamond Tools, Metal/Alloy Powders and Tungsten Heavy Alloys
Date of Initial Appointment	April 24, 2019
Directorship held in any other Company.	Nil
Member of any Committees of the Directors in the Company.	Nil
Member of any committees of the Directors in other Companies with names of the Company.	Nil
No. of Shares held as on the date of Report	32,55,794 Equity Shares
Relationship with other Directors/KMPs	She is the mother of Mr. Vinay Choudary Chilakapati, Managing Director and Mother-in-law of Mrs. Saritha Devi Chilakapati, Whole Time Director of the Company.

Registered Office:

B-31, BHEL Ancillary Industrial Estate, Ramachandrapuram,
Medak, Hyderabad-502032,
Telangana, India.

Date: August 28, 2025

Place: Hyderabad

**By Order of the Board of Directors of
Innomet Advanced Materials Limited**

Sd/-

Vinay Choudhary Chilakapati
Chairman, Managing Director and CEO
DIN: 08444644

ABOUT US

M/s Padmasree Enterprises incorporated as a partnership firm in the year 1984, which was a family concern started as a General Engineering later on converted into a Private Limited Company in the name of M/s Innomet Advanced Materials Private Limited (Innomet) during 2019. The next generation took over and diversified into other businesses like manufacture of Diamond Tools and later on through backward integration, started manufacture of Metal Powders (Ferrous, Non-Ferrous and their Alloys). Further with R&D got into manufacture of Tungsten Heavy Alloys (THA). The Promoters have vast experience in General Engineering, Diamond Tools, Metal/Alloy Powders and Tungsten Heavy Alloys. Manufacture of “METAL POWDERS & TUNGSTEN HEAVY ALLOYS” comes under the gamut of “POWDER METALLURGY”. The Company has all the necessary infrastructure for the development and manufacture of Metal Powders and Tungsten Heavy Alloys. To update ourselves technologically, the Company associates with the senior most scientists in the world and with renowned Research Organisations in India for continuous development of various Powder Metallurgy (PM) products. The Company has also started/conducted in-house experiments to develop products required by the end users. Innomet has been found to be in conformity with the Quality Management System Standard: ISO 9001:2015 with a scope of manufacturing and supply of Ferrous & Non-Ferrous Metal/Alloy Powders and Tungsten Heavy Alloy components. Innomet has 2 divisions with brand names as under. 1. Innomet Powders. 2. Innotung. 1. Through Innomet Powders, we are global Suppliers of Metal and Alloy Powders through water, air and gas atomization processes. The Company has over 20 products including Copper, Bronze, Brass, Nickel, Tin and Stainless-Steel Powders for several industries and specialize in manufacturing customized grades of Metal/Alloy Powders containing Iron, Copper, Nickel, Tin, Zinc and Cobalt. Innomet is currently catering to Powder Metallurgy Components, Diamond Tools, Welding, Brazing, Catalyst, Surface Coatings, Aesthetics and many others. We are an ISO 9001:2015 certified Company with Domestic and International customers based out of US, UK, Germany, Netherlands, Japan, Italy, New Zealand, Lebanon, Brunei and many other countries. Import substitution is one of the key focus areas for us and we can proudly say that we have developed several import substitute products for our customers in India. Innotung, is the brand name for “The Tungsten Heavy Alloy series” manufactured through Powder Metallurgy process by our Company. Applications include Defence, Aerospace, Radiation Shielding, Sporting and Engineering. Innomet Powders are precisely engineered particulate materials that meet a wide range of performance requirements. Powder particles are specific in shape and size ranging from 0.1 to 1,000 micrometers. They are not merely ground-chips or scraps of metal. Major methods for making metal powders are atomization of molten metal, reduction of oxides, electrolysis and chemical reduction. Innomet has focused on specialty powders, which are import substitutes. The potential market for these is around USD 1 Billion globally. Indian market is around INR 4-5 billion, growing in double digits. Total PM Market is believed to be USD 4-5 B in value, and 700,000 tons in volume. With Innomet’s R&D driven mindset, and now with better resources, it can scale up into high end applications, opening larger markets and greater margins. Innomet Advanced Materials Limited have Certificates which includes IEC, ISO 9001:2015.

Our Promoter and Managing Director, Mr. Vinay Choudary Chilakapati, more than 15 years of experience in the Powder Metal industry. He completed his education in Mechanical Engineer. In the year 1984 he started Padmasree Enterprises a family-owned Partnership Firm and commence the operations in the field of General Engineering. In the year 1999, he started a proprietary firm named “Prasad innovations” to manufacture diamond tools for the dimensional stone processing industry. In the year 2005, he started research and development of metal powders with the help from senior scientists in the country. He keeps himself abreast with the latest happenings in the Powder Metal industry. In the year 2012, Padmasree Enterprises entered into serving the Indian Defence industry by manufacturing Tungsten Heavy Alloys. He regularly participates in the national conventions on Powder metallurgy and regularly in touch with 166 scientists and experts in the related fields across the world. In the year 2019 Padmasree Enterprises has been converted into ‘Innomet Advanced Materials Private Limited’. He oversees the day-to-day activities of our Company and preparing strategies of our company.

CHAIRMAN'S LETTER

DEAR SHAREHOLDERS,

The last financial year was quite a transformative one for your company in more ways than one. Apart from successfully listing on NSE SME Platform in September 18, 2024, we expanded our product offering and also identified a target to acquire. With all these initiatives, your company has reached a point of inflection in its growth path. While we have a long path ahead of us, the journey has gained significant momentum.

In this letter, I would like to focus on the achievements during the just concluded financial year and how they are helping us to position ourselves for both revenue growth and increased profitability.

In a year that saw both environmental and economic challenges, we remained steadfast in our commitment to sustainability, innovation, and inclusive growth. Our flagship solar parks have increased their generation capacity, and our focus on R&D has opened promising avenues for more efficient and affordable energy solutions.

We take immense pride in being part of the solution to the world's energy and climate crises. As governments and corporations alike set more ambitious decarbonization goals, Innomet Advanced Materials Limited stands ready to lead with purpose and agility.

Listing

We are delighted with the opportunity to serve and add value to a large community of shareholders. I take this opportunity to thank our shareholders who supported us in our endeavour to complete the listing process successfully. Now that our shareholders have reposed their faith in us, it is our duty and responsibility to consistently add value as we move forward. We are committed to the pursuit of such value addition by ensuring excellent corporate governance, effective strategy and flawless execution.

Adding Value

I take this opportunity to thank all the stakeholders including our shareholders, customers, employees and partners. Our endeavour is to add value to every one of them.

Vinay Choudary Chilakapati

Chairman, Managing Director and CEO

CORPORATE INFORMATION

Name of Entity

Innomet Advanced Materials Limited

ISIN

INE0S1D01010

CIN No.

L27101TG2019PLC132262

Secretarial Auditor

M/s. Pitroda Nayan & Co.
Practicing Company Secretary
FRN: 5509/2024

Registered Office

B-31, Bhel Ancillary Industrial Estate
Ramachandrapuram, Medak, Hyderabad,
Telangana, India, 502032

Website: www.innomet.net

Mail: cs@innomet.net

Tel: +91 04023021726

Registrar And Share Transfer Agent

Skyline Financial Services Private limited
Add.: A/506, Dattani Plaza, Andheri Kurla
Road, Safeed Pool, Andheri East, Mumbai –
400 072, Maharashtra, India

Website: www.skylinerta.com

Statutory Auditor

M/s. CND & Associates,
Chartered Accountants
FRN: 030019N
Membership No.: 519740

Company Secretary and Compliance Officer

Ms. Aanchal Sethia

Chief Financial Officer

Mrs. Saritha Devi Chilakapati

BOARD OF DIRECTORS

Mr. Vinay Choudary Chilakapati	Managing Director
Mrs. Saritha Devi Chilakapati	Whole-time director
Mr. Bhanu Sankara Rao Kota	Non-Executive Independent Director
Mr. Myneni Narayana Rao	Non-Executive Independent Director
Mr. Venkata Bhaskara Rao Chadalavada	Non-Executive Independent Director
Mrs. Chilakapati Lakshmi Kanthamma	Executive Director

AUDIT COMMITTEE

Mr. C.V. Bhaskara Rao	(Chairman)
Mr. Bhanu Sankara Rao Kota	(Member)
Mr. Vinay Choudary Chilakapati	(Member)
Mr. Myneni Narayana Rao	(Member)

STAKEHOLDER'S RELATIONSHIP COMMITTEE

Mr. C.V. Bhaskara Rao	(Chairman)
Mr. Bhanu Sankara Rao Kota	(Member)
Mr. Myneni Narayana Rao	(Member)

NOMINATION & REMUNERATION COMMITTEE

Mr. C.V. Bhaskara Rao	(Chairman)
Mr. Bhanu Sankara Rao Kota	(Member)
Mr. Myneni Narayana Rao	(Member)

DIRECTOR'S REPORT

Dear Members,

Our Directors have the pleasure of presenting the 6th Director's Report together with the Audited Financial Statements of your Company for the financial Year ended March 31, 2025.

1. FINANCIAL SUMMARY

The Company's financial performance for the financial year ended March 31, 2025:

(₹ in Lakhs)

Particulars	For the Year ended March 31	
	2025	2024
Revenue from Operations	3,252.48	2,489.58
Profit Before Tax	260.75	326.34
Less: Current Tax	74.98	74.44
Deferred Tax	(0.76)	-
Income Tax earlier years	-	-
Profit for the Year before Minority Interest	-	-
Minority Interest	-	-
Profit for the Year	186.53	251.91

2. BUSINESS PERFORMANCE

Our Company has achieved a total revenue of ₹ 3,252.48 Lakhs during the financial year ended 31 March 2025 as against a total revenue of ₹ 2,489.58 Lakhs in the corresponding previous financial year ended 31 March 2024. Profit before tax for the year stood at ₹ 260.75 Lakhs compared to ₹ 326.34 Lakhs for the previous corresponding year. The Profit after tax for the period stood at ₹ 186.53 Lakhs as against a profit of ₹ 251.91 Lakhs during the corresponding year.

3. RESERVE & SURPLUS

The Board of Directors have decided to retain the entire amount of profit under Retained Earnings.

4. CHANGE IN THE NATURE OF BUSINESS

The Company did not commence any new business nor discontinue/sell or dispose off any of its existing businesses and also did not hive off any segment or division during the financial year. Also, there has been no change in the nature of business carried on by the Company's subsidiary during the year under review.

5. MATERIAL CHANGES AFFECTING THE FINANCIAL POSITION OF THE COMPANY

There have been no material changes and commitments affecting the financial position of the Company, which have occurred between the end of the financial year and up to the date of the report.

6. DIVIDEND

To conserve the resources for future growth of the company, your directors do not propose any dividend for the current year. Your Company's policy on Dividend Distribution is available at <https://www.innomet.net/images/Dividend%20Distribution%20Policy.pdf>

7. SHARE CAPITAL OF THE COMPANY

A. AUTHORIZED SHARE CAPITAL

The authorized share capital of the Company as on 31 March, 2025 was ₹ 14,00,00,000 (Rupees Fourteen Crores Only) divided into 1,40,00,000 (One Crore Forty Lakh) Equity Shares of ₹ 10/- (Rupees Ten only) each.

B. PAID-UP SHARE CAPITAL

The paid-up Equity share capital of the Company as on 31 March, 2025 was ₹ 12,94,01,380 (Rupees Twelve Crores Ninety-Four Lakhs One Thousand Three Hundred and Eighty) divided into 12,94,01,38 (One Crore Twenty-Nine Lakhs Forty Thousand One Hundred and Thirty-Eight) equity shares of ₹ 10/- (Rupees Ten Only) each.

INITIAL PUBLIC OFFER ("IPO") AND LISTING OF EQUITY SHARES

During the year under review, the Company conducted its Initial Public Offering (IPO) of 34,23,600 Equity Shares, each with a face value of ₹ 10/- in accordance with SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2018. The shares were offered at a price of ₹ 100/- per share, including a premium of ₹ 90/- per share.

The IPO was open for subscription from September 11, 2024, to September 13, 2024. The shares were allotted to applicants on September 16, 2024, at the offer price of ₹ 100/- per share. The Company's equity shares began trading on the SME Platform (EMERGE) of the National Stock Exchange of India Limited (NSE) from September 18, 2024.

The Company, vide its Prospectus dated September 02, 2024 ("Prospectus") raised ₹ 3423.60 lakhs from the Initial Public Offer of its equity shares (the 'IPO').

Out of the total IPO proceeds of ₹3,423.60 lakhs raised, an amount of ₹366.55 lakhs remained unutilised during the financial year 2024-25. This amount was held in the Escrow Account maintained by the Company for the purposes specified in the Prospectus dated September 2, 2024.

8. CHANGE IN NAME OF THE COMPANY

During the year under review, Company has not changed the Name.

9. CHANGE IN REGISTERED OFFICE

During the year under review, the Company has not changed its Registered Office.

10. DIRECTORS AND KEY MANAGERIAL PERSONNEL

The Board of Directors of the Company as on 31 March 2025 comprised of Six (6) Directors out of which Three (3) are Executive Directors and one (3) is Non-Executive Director and Three (3) are Independent Directors. The composition of the Board of Directors of the Company is in accordance with the provisions of Section 149 of the Companies Act, 2013 and Regulation 17 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 with an appropriate combination of Executive, Non-Executive and Independent Directors.

The Directors and Key Managerial Personnel of the Company are summarized below:

Sr. No.	Name of Directors/KMPs	Designation	DIN/PAN
1	Vinay Choudary Chilakapati	Chairman, Managing Director and Chief Executive Officer	08444644
2	Lakshmi Kanthamma Chilakapati	Executive Director	08432016
3	Saritha Devi Chilakapati	Whole-time director and Chief Financial Officer	08432017
4	Bhanu Sankara Rao Kota	Non- Executive Independent Director	03507808
5	Myneni Narayana Rao	Non- Executive Independent Director	00577494
6	Venkata Bhaskara Rao Chadavalavada	Non- Executive Director	00931901

7	Aanchal Sethia	Company Secretary	GDGPS6620M
---	----------------	-------------------	------------

11. DECLARATION BY INDEPENDENT DIRECTORS

Directors who are Independent, have submitted a declaration as required under Section 149(7) of the Act that each of them meets the criteria of Independence as provided in Sub Section (6) of Section 149 of the Act and under Regulation 16 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended from time to time and there has been no change in the circumstances which may affect their status as independent Director during the year. In the opinion of the Board, the Independent Directors possess an appropriate balance of skills, experience and knowledge, as required.

Further, in terms of Section 150 of the Companies Act, 2013 read with Rule 6 of the Companies (Appointment and Qualification of Directors) Rules, 2014, Independent Directors of the Company have confirmed that they have registered themselves with the databank maintained by the Indian Institute of Corporate Affairs (IICA).

12. DETAILS OF MEETINGS OF BOARD OF DIRECTORS

A. BOARD OF DIRECTORS

During the financial year 2024-25, 12 (Twelve) meetings of the Board of Directors were held and the details of meetings attended by the Directors are as follows:

Sr. No.	Date of Meeting	Number of Directors Present
1	April 3, 2024	6
2	May 10, 2024	6
3	May 20, 2024	6
4	July 8, 2024	6
5	August 10, 2024	6
6	August 26, 2024	6
7	September 2, 2024	6
8	September 6, 2024	6
9	September 13, 2024	6
10	October 16, 2024	6
11	November 12, 2024	6
12	January 09, 2025	6
13	March 24, 2025	6

B. Audit Committee of Board of Directors

As a measure of good Corporate Governance and to provide assistance to the Board of Directors in overseeing the Board's responsibilities, an Audit Committee was formed as a sub-committee of the Board. The Committee is in line with the requirements of Section 177 of the Companies Act, 2013 and Regulation 18 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015. The terms of reference of the Audit Committee covers all matters specified in Part C of Schedule II of Regulation 18 (3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and also those specified in Section 177 of the Companies Act, 2013.

The detailed composition of the members of the Audit Committee at present is given below:

Name	Nature of Directorship	Status in Committee
C.V. Bhaskara Rao	Non-Executive Independent Director	Chairman
Myneni Narayana Rao	Non-Executive Independent Director	Member
Bhanu Sankara Rao Kota	Non-Executive Independent Director	Member
Vinay Choudary Chilakapati	Managing Director & CEO	Member

All the members possess sound accounting and financial management knowledge.

During the period under review, total 6 (Six) Audit Committee Meetings were held:
03/04/2024, 10/08/2024, 26/08/2024, 16/10/2024, 12/11/2024 and 10/02/2025

Attendance for Audit Committee Meeting:

Sr. No.	Name of Committee Member	No. of Meeting	
		Held	Attended
1.	C.V. Bhaskara Rao	6	6
2.	Bhanu Sankara Rao Kota	6	6
3.	Myneni Narayana Rao	6	6
4.	Saritha Devi Chilakapati	6	6

C. NOMINATION & REMUNERATION COMMITTEE

In compliance with Regulation 19 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with Section 178 of the Companies Act, 2013, the Board has constituted the “Nomination and Remuneration Committee”.

The detailed composition of the members of the Nomination and Remuneration Committee at present is given below:

Name	Nature of Directorship	Status in Committee
C.V. Bhaskara Rao	Non-Executive Independent Director	Chairman
Myneni Narayana Rao	Non-Executive Independent Director	Member
Bhanu Sankara Rao Kota	Non-Executive Independent Director	Member

During the period under review, total 4 (Four) Nomination and Remuneration Committee Meetings were held:
03/04/2024, 10/08/2024, 16/10/2024 and 24/03/2025

Attendance of Nomination & Remuneration Committee Meeting:

Sr. No.	Name of Committee Member	No. of Meeting	
		Held	Attended
1.	Bhanu Sankara Rao Kota	4	4
2.	Myneni Narayana Rao	4	4
3.	C.V. Bhaskara Rao	4	4

D. STAKEHOLDER RELATIONSHIP COMMITTEE

In compliance with the provisions of Section 178 of the Companies Act, 2013 and Regulation 20 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, the Board has constituted the “Stakeholders’ Relationship Committee”.

The Stakeholders’ Relationship Committee has been formed for the effective redressal of the investors’ complaints and reporting of the same to the Board periodically.

The detailed composition of the members of the Stakeholders Relationship Committee at present is given below:

Name	Nature of Directorship	Status in Committee
C.V. Bhaskara Rao	Non-Executive Independent Director	Chairman
Myneni Narayana Rao	Non-Executive Independent Director	Member
Bhanu Sankara Rao Kota	Non-Executive Independent Director	Member

During the period under review, total 4 (Four) Stakeholders Relationship Committee Meetings were held: 03/04/2024, 08/07/2024, 22/11/2024 and 10/01/2025

Attendance of Stakeholder Relationship Committee Meeting:

Sr. No.	Name of Committee Member	No. of Meeting	
		Held	Attended
1.	Bhanu Sankara Rao Kota	4	4
2.	Myneni Narayana Rao	4	4
3.	C.V. Bhaskara Rao	4	4

E. CORPORATE SOCIAL RESPONSIBILITY COMMITTEE

In compliance with the provisions of Section 135 of the Companies Act, 2013, the Board of Directors is managing the CSR spend as the same has not exceeded the threshold limit of INR 50 lakhs. The Company is in compliance with Sec.135(9) of the Companies Act, 2013.

13. EVALUATION OF BOARD

Pursuant to the provisions of the Companies Act, 2013 and Regulation 17 read with Part D of Schedule II to the Listing Regulations, the Management carried out proper evaluation of the Independent Directors prior to their appointment, on the basis of contribution towards development of the Business and various other criteria like experience and expertise, performance of specific duties and obligations etc.

Pursuant to the provisions of the Companies Act, 2013 and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Board has carried out an annual evaluation of its own performance and that of its committees as well as performance of Directors individually through internally developed questionnaire on performance evaluation.

The Nomination and Remuneration Committee reviewed the performance of the individual directors on the basis of criteria such as the contribution of the individual director to the Board and committee meetings.

The performance evaluation of Non-Independent Directors and the Board as a whole was carried out by the Independent Directors. The performance evaluation of the Non-Executive Chairman of the Company was also carried out by the Independent Directors. The Directors expressed their satisfaction with the evaluation process.

VIGIL MECHANISM

Your Company has formulated and published a Whistle Blower Policy to provide a mechanism ("Vigil Mechanism") for employees including Directors of the Company to report genuine concerns. The provisions of this policy are in line with the provisions of Section 177 (9) of the Act.

The Whistle Blower Policy (Vigil Mechanism) is uploaded on the Company web link: <https://www.innomet.net/images/Whistle%20Blower%20Policy%20and%20Vigil%20Mechanism.pdf>

14. COMPANY'S POLICY RELATING TO DIRECTORS' APPOINTMENT, PAYMENT OF REMUNERATION AND DISCHARGE OF THEIR DUTIES

Your Company has formulated and published The Nomination & Remuneration Policy for Directors, Key Managerial Personnel and Senior Management. The provisions of this policy are in line with the provisions of Section 178(1) of the Act. The Policy is uploaded on the website of the company. The web link is <https://www.innomet.net/images/Nomination%20and%20Remuneration%20Policy.pdf>

15. DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to the requirements under Section 134, Sub-section 3(c) and Sub-section 5 of the Companies Act, 2013, the Board of Directors, to the best of their knowledge and ability, state and confirm that:

(a) In preparation of the annual accounts, the applicable Accounting Standards have been followed, along with proper explanation relating to material departures, if any;

(b) Such Accounting Policies have been selected and applied consistently, and judgements and estimates have been made that are reasonable and prudent to give a true and fair view of the Company's state of affairs as on 31 March, 2025 and of the Company's profit or loss for the year ended on that date;

(c) Proper and sufficient care has been taken for the maintenance of adequate accounting records, in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;

(d) The annual Financial Statements have been prepared on a Going Concern Basis.

(e) Internal financial controls have been laid down to be followed by the Company and that such internal financial controls were adequate and operating effectively.

(f) Proper systems were devised to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

16. ADEQUACY OF INTERNAL FINANCIAL CONTROLS

The Company has in place adequate internal financial controls with reference to financial statement across the organization. The same is subject to review periodically by the internal auditors for its effectiveness. During the financial year, such controls were tested and no reportable material weaknesses in the design or operations were observed. The Statutory Auditors of the Company also test the effectiveness of Internal Financial Controls in accordance with the requisite standards prescribed by ICAI. Their expressed opinion forms part of the Independent Auditor's report.

Internal Financial Controls are an integrated part of the risk management process, addressing financial and financial reporting risks. The internal financial controls have been documented, digitized and embedded in the business processes.

Assurance on the effectiveness of internal financial controls is obtained through management reviews, control self-assessment, continuous monitoring by functional experts. We believe that these systems provide reasonable assurance that our internal financial controls are designed effectively and operate as intended. During the year, no reportable material weakness was observed.

17. SUBSIDIARY, JOINT VENTURE AND ASSOCIATE COMPANY

The Company does not have any Holding, Subsidiary, Joint Venture or Associate Company.

18. SIGNIFICANT & MATERIAL ORDERS PASSED BY THE REGULATORS

During the year, no significant and material orders were passed by the regulators or courts or tribunals impacting the going concern status and company's operations in the future.

19. EXTRACT OF ANNUAL RETURN

The Annual return referred to in Sub Section (3) of Section 92 of the Companies Act, 2013, for the financial year ended March 31, 2025 will be placed on the website of the company at <https://www.innomet.net/investor-relations.html>.

20. AUDITORS AND AUDITOR'S REPORT

A. STATUTORY AUDITOR

M/s. CND & Associates, Chartered Accountants, having (FRN: 030019N) were appointed as Statutory Auditors of the Company in the Annual General Meeting held on September 14, 2024 for the period of 5 years (F.Y. 2024-25 to FY 2028-29) to hold the office till the conclusion of 9th Annual General Meeting.

B. SECRETARIAL AUDITOR

Pursuant to Section 204(1) of the Companies Act, 2013 the Company is required to obtain Secretarial Audit Report from Practising Company Secretary and annex the same to the Board Report. Accordingly, the Board has appointed M/s. Pitroda Nayan & Co, Practising Company Secretaries to conduct the Secretarial audit of the Company for F.Y. 2024-25.

Furthermore, pursuant to Regulation 15(2) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, Regulation 24A concerning Secretarial Auditor and Secretarial Compliance Report is not applicable to companies listed on the SME Exchange. Consequently, the Company is not required to take approval of shareholders at the said Annual General Meeting.

However, The Audit Committee and the Board would consider the appointment of Secretarial auditor for FY 2025-26 in due course and the same would be intimated accordingly.

C. INTERNAL AUDITOR

M/s. Hemant K Company, Chartered Accountant, is appointed as Internal Auditor of the Company for F.Y. 2024-25. They are responsible for the internal audit and controls, systems and processes in the Company.

AUDITOR'S REPORT AND SECRETARIAL AUDITOR'S REPORT

Auditor's Report

The Auditors' Report for the Financial Year ended 31 March 2025 does not contain any qualification, reservation, adverse remark, or disclaimer. The Notes on financial statements referred to in the Auditor's Report are self-explanatory and do not call for any further comments. No fraud has been reported by the Auditor under Section 143(12) of the Companies Act, 2013 requiring disclosure in the Board's Report.

Secretarial Auditor's Report

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Company had appointed M/s. Pitroda Nayan & Co, Practising Company Secretaries, Ahmedabad to undertake the Secretarial Audit of the Company for the financial year 2024-25. The Report of the Secretarial Audit is '**Annexure A**' to the report.

21. CORPORATE SOCIAL RESPONSIBILITY POLICY

The Company is not covered under purview of the provisions of Section 135 read with the Companies (Corporate Social Responsibility Policy) Rules, 2014 and hence the details in respect of development and implementation of CSR by the Company are not included in this report. The Company has adopted its Corporate Social Responsibility Policy ("the CSR Policy") in line with the provisions of the Act. The CSR Policy deals with objectives, scope/areas of CSR activities, implementation and monitoring of CSR activities, CSR budget, reporting, disclosures etc. The policy on Corporate Social Responsibility is uploaded on the website of the Company.

22. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS UNDER SECTION 186

Particulars of loans and investments made by the Company pursuant to Section 186 of the Companies Act, 2013 are given in the notes to Financial Accounts, which forms part of the Annual Report. The Company has not extended the corporate guarantee on behalf of any other Company during the year under review.

23. PUBLIC DEPOSIT

The Company has neither accepted nor renewed any deposits during the year.

24. RISK MANAGEMENT POLICY

The Board of Directors of the Company have framed a Risk Assessment and Management Policy and are responsible for reviewing the risk management plan and ensuring its effectiveness. The Audit Committee exercises additional oversight in the area of financial risks and controls. Major risks identified by the businesses and functions are systematically addressed through mitigating actions on a continuing basis.

25. RELATED PARTIES TRANSACTIONS

All related party transactions that were entered into during the financial year were on an arm's length basis and were in the ordinary course of business. There are no materially significant related party transactions made by the company with related parties which may have potential conflict with the interest of the company at large. Your directors draw your attention to notes to the financial statements for detailed related parties' transactions entered during the year.

Accordingly, as per third proviso to Section 188(1) of the Act, required approvals of the Board or Members / Shareholders has been obtained for such transactions. However, as part of good corporate governance, all related party transactions covered under Section 188 of the Act are approved by the Audit committee and Board of directors.

The form AOC- 2 is attached as **Annexure - B** with this report.

26. INSIDER TRADING REGULATIONS AND CODE OF DISCLOSURE

The Code of Practices and Procedures for Fair Disclosure of Unpublished Price Sensitive Information and Code of Internal Procedures and Conduct for Regulating, Monitoring and Reporting of Trading by Insiders in accordance with the requirements of the SEBI (Prohibition of Insider Trading) Regulation, 2015 and in view of recent amendments to the SEBI (Prohibition of Insider Trading) 2015 by SEBI (Prohibition of Insider Trading) (Amendment) Regulations, 2018, the Policy on Determination of Legitimate purpose and the Policy on inquiry in case of leak or suspected leak of UPSI are adopted by the Company and are made available on the Website of the Company.

Weblink: <https://www.innomet.net/investor-relations.html>

27. MANAGEMENT'S DISCUSSION AND ANALYSIS

The Management Discussion and Analysis Report for the year under review, as stipulated under Regulation 34 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 forms part of this Report.

28. CORPORATE GOVERNANCE REPORT

As per regulation 15(2) of the Listing Regulation, the Compliance with the Corporate Governance provisions shall not apply in respect of the following class of the Companies:

- a. Listed entity having paid up equity share capital not exceeding INR 10 Crore and Net worth not exceeding INR 25 Crore, as on the last day of the previous financial year;
- b. Listed entity which has listed its specified securities on the SME Exchange.

Since, our Company falls in the ambit of aforesaid exemption (b); hence compliance with the provisions of Corporate Governance shall not apply to the Company and it does not form the part of the Annual Report for the financial year 2024-25.

29. GENERAL SHAREHOLDER INFORMATION

A	AGM: Day, Date, Time and Venue	Saturday, September 20, 2025, at 03:00 P.M through V.C
B	Financial Year	2024-25
C	Cut-off date for the purpose of determining shareholders for voting	September 15, 2025
D	Listing on Stock Exchanges	NSE-Emerge
E	Scrip Code/Symbol	INNOMET
F	ISIN	INE0S1D01010
G	Payment of Listing Fees	The Company confirms that it has paid Annual Listing fees due to the stock exchange for the financial year 2024- 2025
H	Market Price Data (High, Low during each month in last financial year 2024-25)	*Refer Table below
I	Registrar and Share Transfer Agents	Skyline Financial Services Private limited

*MARKET PRICE DATA

Month	High	Low
September 2024	257.00	190.00
October 2024	239.95	175.05
November 2024	212.00	170.00
December 2024	204.25	169.50
January 2025	185.00	150.00
February 2025	180.00	140.65
March 2025	165.00	100.00

30. DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013

In order to prevent sexual harassment of women at work place a new act The Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 has been notified on 9th December 2013. Under the said Act every company is required to set up an Internal Complaints Committee to look into complaints relating to sexual harassment at workplace of any women employee.

The Company is committed to provide a safe and conducive work environment to its employees during the year under review. The Company has adopted a policy for prevention of Sexual Harassment of Women at workplace and has set up Committee for implementation of said policy. During the year Company has not received any complaint of harassment. Policy on Prevention of Sexual Harassment has been available on the website of the Company at <https://www.innomet.net/images/Prevention%20of%20Sexual%20Harassment%20Policy.pdf>

Sr. No.	Particulars	No. of Complaints
1	Number of Complaints of Sexual Harassment received in the Year	0
2	Number of Complaints disposed off during the Year	0
3	Number of Cases pending for more than Ninety days	0

31. COMPLIANCE OF THE PROVISIONS RELATING TO THE MATERIALITY BENEFIT ACT, 1961:

The Board of Directors recognizes the importance of maternity benefits in fostering a supportive and inclusive workplace. In accordance with the provisions of the Maternity Benefit Act, 1961, and the company's commitment to employee welfare, we continue to ensure that all eligible female employees receive maternity benefits as prescribed under the law.

32. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNING AND OUTGO

A. Conservation of Energy

a) Green Initiatives

- **Steps taken or impact on conservation of energy:** Nil
- **Steps taken for utilising alternate sources of energy:** The Company has placed an order for a 280 KW rooftop solar power plant to harness renewable energy.
- **Capital investment on energy conservation equipment:** Approximately ₹25 lakhs.

b) Environmental Sustainability Measures

1. Over 100 varieties of diverse plants have been planted within the factory premises to enhance biodiversity and promote a green environment.
2. A Bio Sewage Treatment Plant (STP) with a capacity of 5,000 litres per day has been installed. The treated water is reused for irrigation of the plantation.
3. A rainwater harvesting system with a storage capacity of 5 lakh litres has been constructed. The harvested water is filtered and stored for reuse, meeting approximately two-thirds of the Company's annual water consumption.
4. The factory shed has been architecturally designed to maximise natural daylight and airflow, significantly reducing the need for artificial lighting. LED lighting is used during nighttime operations.
5. A scrubber system has been installed to prevent the release of atmospheric contaminants, ensuring compliance with environmental standards.
6. The facility operates as a **Net Zero Discharge Plant**, with no untreated waste released into the environment.

B. Technology Absorption

- **Efforts made towards technology absorption:** Initiatives have been undertaken to automate and improve processes in the Metal Powder division.
- **Benefits derived:** Enhanced process reliability, cost reduction, development of new products, and successful substitution of imports through domestic production. Products have also been exported.
- **Technology imported in the last three years:** Nil
- **Expenditure incurred on Research and Development:** Approximately ₹5 lakhs.

C. Foreign Exchange Earnings and Outgo

- a) The Foreign Exchange earned in terms of actual inflows during the year and the Foreign Exchange outgo during the year in terms of actual outflows

(₹ in Lakhs)			
Particulars		2024-25	2023-24
Total Foreign Exchange earned		316.96	213.86
Total Foreign Exchange Outgo		17.10	9.06

33. PARTICULARS OF EMPLOYEES

Pursuant to Section 197 of the Act read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 the particulars of employees are attached as **Annexure C** forming part of this Report.

The information required under Rule 5(2) and (3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, is provided in the Annexure forming part of this Report. In terms of the proviso to Section 136 of the Act, the Report and Accounts are being sent to the Members excluding the aforesaid.

34. TRANSFER OF AMOUNTS TO INVESTOR EDUCATION AND PROTECTION FUND

The Company did not have any funds lying unpaid or unclaimed for a period of seven year. Therefore, there were no funds which were required to be transferred to Investor Education and Protection Fund (IEPF).

35. COMPLIANCE WITH SECRETARIAL STANDARDS

The Company has complied with the applicable Secretarial Standards issued by the Institute of Company Secretaries of India on the Board Meetings and General Meeting.

36. DISCLOSERS UNDER THE INSOLVENCY AND BANKRUPTCY CODE, 2016

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

37. AUDIT TRAIL APPLICABILITY (AUDIT AND AUDITORS) RULES 2014 - RULE 11 OF THE COMPANIES ACT 2013

The Company has used accounting software for maintaining its books of account for the financial year ended March 31, 2025, which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software.

38. SIGNIFICANT AND MATERIAL LITIGATIONS AND ORDER

During the year, there were no significant and material orders passed by the Regulators / Courts which would impact the going concern status of the Company and its future operations

39. DETAILS OF DIFFERENCE BETWEEN AMOUNT OF THE VALUATION DONE AT THE TIME OF ONE TIME SETTLEMENT AND THE VALUATION DONE WHILE TAKING LOAN FROM THE BANKS OR FINANCIAL INSTITUTIONS ALONG WITH THE REASONS THERE OF

As Company has not done any one-time settlement during the year under review hence no disclosure is required.

40. ACKNOWLEDGEMENTS

The Directors wish to place on record their sincere appreciation for excellent support received from the Banks and financial institutions during the financial year under review. Your directors also express their warm appreciation to all employees for their contribution to your Company's performance and for their superior levels of competence, dedication and commitment to the growth of the Company. The Directors are also grateful to you, the Shareholders, for the confidence you continue to repose in the Company.

Registered Office:

B-31, BHEL Ancillary Industrial Estate,
Ramachandrapuram, Medak, Hyderabad-
502032, Telangana, India.

**By Order of the Board of Directors of
Innomet Advanced Materials Limited**

Date: August 28, 2025

Place: Hyderabad

Sd/-
Vinay Choudhary Chilakapati
Chairman, Managing Director and
CEO
DIN: 08444644

Sd/-
Saritha Devi Chilakapati
Whole-time Director and CFO
DIN: 08432017

Annexure-A

FORM NO. MR – 3

SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR 2024-25 ENDING MARCH 31, 2025

*[Pursuant to Section 204(1) of the Companies Act, 2013 and Rule No. 9 of the Companies
(Appointment and Remuneration of Managerial Personnel) Rules, 2014]*

To,
The Members,
INNOMET ADVANCED MATERIALS LIMITED
[CIN: L27101TG2019PLC132262]

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **INNOMET ADVANCED MATERIALS LIMITED [CIN: L27101TG2019PLC132262]** (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 my opinion thereon.

Based on my verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized 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 **31st March, 2025** ('Audit Period') 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 hereinafter:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on **31st March, 2025** according to the provisions of:

- i. The Companies Act, 2013 **(the Act)** and the rules made there under.
- ii. The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the 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 thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowing.
- v. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
 - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015.
 - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;
 - (d) The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014 **(not applicable to the company during the audit period);**
 - (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 **(not applicable to the company during the audit period);**
 - (f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
 - (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009 **(not applicable to the company during the audit period);**
 - (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998 **(not applicable to the company during the audit period);**

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. Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above **except as mentioned below:**

- *Regulation 3(5) & 3(6) of SEBI (Prohibition of Insider Trading) Regulations, 2015 that there were Delay by Company in entering UPSI Sharing Entries in software (Structured Digital Database).*
- *As per NSE/CML/2024/23 Dated September 05, 2024, certificate indicating the utilisation of the issue proceeds certified by Statutory Auditor was not submitted to the Stock Exchange along with the financial results for the half year ended on September 30, 2024. However, after NSE sought the clarification regarding the same, the said certificate was uploaded to the Stock exchange with respect to reply of the said clarification.*

I further report that:

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

Adequate notice is given to all the directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

Board take decision by majority of directors while the dissenting directors' views are captured and recorded as part of the minutes.

I further report that:

There are adequate systems and processes in the company commensurate with the size and operations of the company to monitor and ensure compliance with applicable Laws, Rules, Regulations and guidelines.

I further report that during the audit period, except for the below event, there was no event/action having a major bearing on the Company's affairs in pursuance of the above referred laws, rules, regulations, guidelines etc.

- a. The Board of Directors at their Board Meeting held on 03rd April, 2024 have approve:
 - i. Appointment of Myneni Narayana Rao (DIN:00577494), as an Additional Non- Executive Independent Director of Company who was regularized in the Extra-Ordinary General Meeting held on 27th April, 2024.
 - ii. Appointment of Bhanu Sankara Rao Kota (DIN: 03507808), as an Additional Non- Executive Independent Director of Company who was regularized in the Extra-Ordinary General Meeting held on 27th April, 2024.
 - iii. Resignation of Abhiram Kolli (DIN:09567136) as Independent director of the company
 - iv. Resignation of RAMAKRISHNA RAO PODA (DIN:10294095) as Independent director of the company
- b. The Board of Directors at their Board Meeting held on 10th August, 2024 have approved appointment of M/s. B M CHATRATH & CO LLP, as Statutory auditors of the company pursuant to casual vacancy due to resignation of M/s. Grandmark & Associates, Chartered Accountants as statutory auditors of the company.
- c. The Board of Directors at their Board Meeting held on 02nd September, 2024 have approved Prospectus for Initial Public Offering of 34,23,600 Equity Shares of Face Value ₹10/- each.
- d. The Board of Directors at their Board Meeting held on 16th October, 2024 have approved appointment of M/s. Hemant K Company, Chartered Accountants (FRN: 041911N) as Internal Auditors of the Company for the financial year 2024-25.
- e. The shareholders at their Annual General Meeting held on 14th September, 2024, have approved appointment of M/s C N D & Associates, Delhi, Firm Registration No. 030019N as Statutory Auditor of the Company for a term of five years under Section 139 of the Companies Act, 2013 by passing Ordinary Resolution.
- f. Listing on SME Platform of National Stock Exchange:

Pursuant to the Initial Public Offering (IPO) and in compliance with the terms of Listing approval dated 17.09.2024 received from National Stock Exchange, Equity Shares of Innomet Advanced Materials Limited were listed and admitted to trading on SME Platform of National Stock Exchange on 18.09.2024 with the Scrip Symbol: INNOMET and ISIN: INE0S1D01010.

**For. Pitroda Nayan & Co.,
Company Secretaries**

**Sd/-
Nayan P. Pitroda
Proprietor
Mem.No.: 58473
C.P.No.: 23912
UDIN.: A058473G001082091
P/R No.: 5509/2024**

**Date.: 26/08/2025
Place.: Ahmedabad**

Note: This report is to be read with my letter of even date which is annexed as Annexure herewith and forms and integral part of this report.

ANNEXURE TO SECRETARIAL AUDIT REPORT

To,
The Members,
INNOMET ADVANCED MATERIALS LIMITED
[CIN: L27101TG2019PLC132262]

My report of even date is to be read along with this letter.

1. Maintenance of secretarial records is the responsibility of the management of the Company. My responsibility is to express an opinion on these secretarial records based on my audit.
2. I 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 secretarial records. I believe that the processes and practices, I followed provide a reasonable basis for my opinion.
3. I have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
4. Wherever required, I have obtained the Management representations 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, Standards is the responsibility of management. My 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. Pitroda Nayan & Co.,
Company Secretaries

Sd/-
Nayan P. Pitroda
Proprietor
Mem.No.: 58473
C.P.No.: 23912
UDIN.: A058473G001082091
P/R No.: 5509/2024

Date.: 26/08/2025
Place.: Ahmedabad

Annexure B
Form No. AOC-2

(Pursuant to clause (h) of Sub-Section (3) of Section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

Form for disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in Sub-Section (1) of Section 188 of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto:

1. Details of contracts or arrangements or transactions not at arm's length basis: NIL
2. Details of material contracts or arrangement or transactions at arm's length basis:

(₹ in Lakhs)

Sr. No.	Name(s) of the related party and nature of relationship	Nature of contracts/ arrangements / Transactions	Duration of The contracts / arrangements/ transactions	Salient terms of the contracts or Arrangements or transactions including the value, if any	Date(s) of approval by the Board	Amount paid as advances, if any:
1	Saritha Devi Chilakapati (Whole-time director & CFO)	Loan received ₹ 320.00	April 1, 2024 to March 31, 2025	-	-	-
2	Saritha Devi Chilakapati (Whole-time director & CFO)	Loan re-paid ₹ 148.98	April 1, 2024 to March 31, 2025	-	-	-
3	Saritha Devi Chilakapati (Whole-time director & CFO)	Remuneration of ₹ 18.00	April 1, 2024 to March 31, 2025	-	-	-
4	Vinay Choudary Chilakapati (Managing Director)	Loan re-paid ₹ 45.71	April 1, 2024 to March 31, 2025	-	-	-
5	Vinay Choudary Chilakapati (Managing Director)	Remuneration of ₹ 25.50	April 1, 2024 to March 31, 2025	-	-	-
6	Lakshmi Kanthamma Chilakapati (Director)	Loan received ₹ 324.57	April 1, 2024 to March 31, 2025	-	-	-
7	Lakshmi Kanthamma Chilakapati (Director)	Loan Repaid of ₹ 30.50	April 1, 2024 to March 31, 2025	-	-	-
8	Vijay Raidu (Relative of Director)	Loan re-paid of ₹ 117.31	April 1, 2024 to March 31, 2025	-	-	-
9	Aanchal Sethia (Company Secretary)	Salary of ₹ 3.60	April 1, 2024 to March 31, 2025	-	-	-
10	Prasad Innovations (Proprietorship)	Purchase of ₹ 50.51	April 1, 2024 to March 31, 2025	-	-	-

	firm of the director of the company)					
11	Keerthi Enterprises (Proprietorship firm of the director of the company)	Purchase of fixed Assets of ₹ 17.11	April 1, 2024 to March 31, 2025	-	-	-

The Company has entered into contracts or arrangements with related parties as referred to in Section 188(1) of the Companies Act, 2013. However, all such transactions are entered into in the ordinary course of business and in the option of the Board all such transaction is at arm's length. Accordingly, by virtue of third proviso to Section 188(1) of the Act, no approval of the Board or General Meeting as referred to in Section 188(1) and its first proviso is required for such transactions. However, as part of good corporate governance, all related party transactions covered under section 188 of the Act are approved by the Audit committee.

Annexure-C

Statement of Disclosure of Remuneration under Section 197 of the Companies Act, 2013 and Rule 5 (1) of Companies. (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

I. Ratio of the remuneration of each Director to the median remuneration of Employees of the Company for the financial year 2024-25, the percentage increase in remuneration of Directors, Chief Financial Officer and Company Secretary during the financial year 2024-25:

(₹ In Lakhs)					
Name	Designation	Remuneration of Director / KMP for FY 2024-25	Remuneration of Director/ KMP for the FY 2023-24	% increase In Remuneration in the Financial Year 2024-25	Ratio of remuneration of each Director / to median remuneration of employees
Vinay Choudary Chilakapati	Managing Director	25.50/-	30.00/-	(17.64)	5.47
Saritha Devi Chilakapati	Whole-time Director & CFO	18.00/-	24.00/-	(33.33)	3.86
Aanchal Sethia	Company Secretary	3.60/-	2.07 /-	42.5%	0.77

II. Percentage increase in remuneration of each Director, Chief Financial Officer, Company Secretary in the financial year – as stated above in item No. (I)-

III. Percentage increase in the median remuneration of employees in the financial year-

The Median remuneration of employees was ₹ 4,65,771/- during the year 2024-25 as compared to ₹ 2,47,430/- in the previous year. During the year under review, there is an increase of 88.24% in the median remuneration of employees due to increase in salary.

IV. Number of permanent employees on the rolls of Company –

The Company has 45 permanent employees on its rolls as on 31 March, 2025 on Standalone basis and 45 permanent employees on its rolls on consolidated basis as on March 31, 2025.

V. Affirmation that the remuneration is as per the remuneration policy of the Company.

During the period under review, the Company has paid managerial remuneration as per the Special Resolution passed at the Extra Ordinary General Meeting of the Company.

VI. The statement containing names of top ten employees in terms of remuneration drawn and the particulars of employees as required under Section 197(12) of the Act read with Rule 5(2) and 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014: Not Applicable

- **Industry Structure and Developments**

I.Global Economy

The Global Atomizing Metal Powder Market is experiencing significant growth, driven by increasing demand across industries such as automotive, aerospace, electronics, & additive manufacturing, and metallurgy. Atomizing metal powders produced through processes such as water atomization and gas atomization, offer high purity, controlled particle size, and excellent mechanical properties, making them ideal for powder metallurgy, coatings, and advanced manufacturing applications. The growing adoption of lightweight materials, high performance alloy, and energy efficient manufacturing techniques is further propelling market expansion. Additionally, advancements in 3D printing technology and the increasing use of sintered parts in industrial Applications are expected to boost demand for atomized metal powders worldwide.

Despite the strong growth potential, the market faces challenges related to raw material price volatility, supply chain disruptions, and stringent environmental regulations governing metal powder Production and emissions. Additionally, the high initial investment required for advanced atomization technologies can be a barrier for small and medium-sized manufacturers. However, increasing emphasis on sustainable manufacturing practices, the development of eco-friendly powder production methods, and the integration of digitalization in metal powder processing are expected to mitigate some of these Challenges. Leading player in the market are focusing on research and development (R&D), strategic partnerships, and geographic expansion to strengthen their market presence. The post Covid-19 recovery has been mixed, with sectors such as electronics, healthcare, and additive manufacturing rebounding rapidly {V-shaped recovery}, while automotive and construction industries have shown a more gradual revival (U-shaped recovery). However, some industries, such as aerospace and industrial machinery, continue to experience fluctuations {W-shaped recovery} due to ongoing geopolitical uncertainties and supply chain constraints. Companies investing in automation, smart manufacturing, and supply chain resilience are being positioned to navigate these challenges and capitalize on emerging opportunities.

Looking ahead, the Global Atomizing Metal Powder Market is poised for continued growth, supported by technological advancements, increasing applications in electric vehicles (EVs) and renewable energy sectors, and the rising demand for precision metal components. The market is also benefiting from government initiatives promoting localized manufacturing, sustainability, and circular economy practices in key regions such as North America, Europe, and Asia-Pacific. As industries continue to evolve toward more efficient and sustainable production processes, atomized metal powders will play a critical role in shaping the future of advanced manufacturing.

II.Industry Overview

The advanced materials industry, particularly the **powder metallurgy (PM)** segment, has experienced accelerated growth driven by global trends in energy efficiency, electrification, lightweight manufacturing, and sustainability. As a key player in this domain, Innomet Advanced Materials Limited operates at the intersection of innovation, precision engineering, and green manufacturing.

III.Company Overview

Innomet Advanced Materials Limited is a powder metallurgy company based in India, specializing in Metal Powders with a strong presence in manufacturing. Founded in 2019 and headquartered in Hyderabad, Telangana, the company has evolved into a vertically integrated player in the powder metallurgy sector.

Core Business Areas:

- Metal Powders:** Innomet Advanced Materials Ltd are Global Suppliers of Metal and Alloy Powders through water, air and gas atomization processes.

- b) **Tungsten Heavy Alloy:** These products manufactured through Powder Metallurgy process. We supply the material in the form of bars, plates, cubes, spheres and components of various sizes and shapes also in the finished machined condition as per customer drawings.

- **Opportunities, Threats, Risks and Concern:**

- A. **Opportunities:**

One of the biggest opportunities in the Global Atomizing Metal Powder Market is the growing adoption of additive manufacturing (AM) technologies. With the increasing use of 3D printing in industries Such as aerospace, medical implants, and automotive, the demand for high-quality, fine metal powders is rising significantly. This is trend presents are opportunity for manufactures to expand their product portfolios, develop specialized powders, and collaborate with AM technology providers to cater to this rapidly expanding market segment. Additionally, the development of advanced and customized metal powder formulations for specific AM applications further enhances market growth potential.

Another significant opportunity is the rise of sustainable and ecofriendly manufacturing practices. Tile increasing focus on recyclability}, material efficiency, end reduced carbon emissions is encouraging industries to shift toward metal powder-based manufacturing methods, which produce less materiel waste compared to traditional subtractive manufacturing techniques. This shift aligns with global sustainability goals and government regulations, presenting an opportunity for companies investing in green production technologies and sustainable atomisation processes to gain a competitive edge.

- B. **Threats**

One of the primary threats to the Global Atomizing Metal Powder Market is tt1e volatility in raw material prices and supply chain disruptions. The market is {heavily reliant on the availability of metals s-ich as iron, copper, aluminium and nickel, which are subject to fluctuating global demand geopolitical tensions, and mining regulations. Any disruptions in the supply chain can lead to price surges, production delays & reduced profit margins, impacting both manufacturers and end-users. Additionally, dependence on imported raw materials in certain regions makes companies vulnerable to trade restrictions, tariffs, and fluctuating exchange rates, further increasing operational risks.

Another major threat is intense competition, and technological barriers. The market is dominated by established players with strong R&D capabilities and advanced production facilities, making it difficult for new entrants and smaller manufacturers to compete. Additionally, the high initial investment required for advanced atomization equipme11t and process automation acts as a barrier for new companies looking to enter the market. Emerging alternative materials and powder production methods, such as mechanical alloying and chemical reduction, also pose a potential threat, as they could offer cost-effective solutions that reduce reliance on traditional atomization processes.

- **Segment wise/Product wise Performance**

FY 2024–25 Product-Wise Highlights:

Product Segment	Performance Highlights
Metal Powders	Revenue generated amounted to ₹2,550.97 lakhs
Tungsten Heavy Alloys	Revenue generated amounted to ₹701.53 lakhs

- **Outlook:**

Environmental and Regulatory Compliance Challenges

The environmental impact of Metal Powder production is an increasing concern, as high energy consumption, emissions, and waste generation pose significant sustainability challenges. Many governments and regulatory Bodies Worldwide have imposed stringent environmental regulations on metal production industries, requiring manufacturers to adopt cleaner technologies,

minimize waste, and improve energy efficiency. Compliance with these regulations adds operational costs and necessitates investments in environmentally friendly production methods, waste recycling systems, and emission control technologies.

Moreover, handling and disposing of Metal Powder waste-especially for hazardous or reactive materials like aluminium and titanium-requires specialized procedures to prevent environmental contamination and workplace hazards. Companies operating in regions with strict environmental Policies, such as the EU and North America, may face higher compliance costs compared to those in developing markets where regulations are less stringent /Is sustainability Becomes a Major differentiating factor for industrial buyers, manufacturers must find ways to align with, global environmental standards witt1out compromising cost efficiency.

Supply Chain Disruptions and Raw Material Price Volatility

The Global Atomizing Metal Powder Market is highly dependent on the availability and pricing of raw materials, which are subject to fluctuations due to geopolitical tensions, trade Policies, and global supply chain disruptions. For example, the prices of key metals such as iron, copper, aluminium, and nickel are influenced by mining regulations, export restrictions, and fluctuating global demand. Any disruption in the supply of these raw materials can lead to production delays, cost surges, and reduced profitability for metal Powder manufacturers.

The COVID-19 pandemic and geopolitical conflicts have demonstrated the vulnerabilities of global supply chains, leading to shortages in raw materials and logistical challenges. Transportation delays, Import export restrictions, and workforce shortages continue to pose risks to the stability Of the atomizing metal powder market To mitigate these risks, manufacturers need to diversify their supply chains, invest in local sourcing strategies, and develop alternative materials to ensure uninterrupted production and cost stability.

• Risk and Concerns

Innomet Advanced Materials Limited faces several critical risks that could materially impact its operations and financial health. Ongoing litigations involving the Company, its Promoters, and Directors pose a potential threat; any adverse rulings may significantly affect our reputation, business continuity, and financial condition. Additionally, our operations depend heavily on securing various approvals, NOCs, licenses, registrations, and permits. Delays or failures in obtaining these regulatory clearances in a timely manner could disrupt our business activities and hinder expansion plans. Moreover, our manufacturing facilities require substantial and uninterrupted power supply to function efficiently. Any disruption in power availability or increase in energy costs could impair production and escalate operational expenses. Collectively, these factors represent substantial operational and regulatory challenges that may adversely affect our performance and long-term sustainability.

• Internal Control System and their adequacy:

Innomet Advanced Materials Limited has established a robust internal control framework designed to ensure the integrity of financial reporting, safeguard assets, and promote operational efficiency. The system is aligned with the requirements of the Companies Act, 2013 and is periodically reviewed by the Audit Committee and senior management.

The internal controls encompass all major business processes, including procurement, production, inventory management, project execution, and financial reporting. These controls are supported by clearly defined policies, standard operating procedures, and an ERP-based monitoring system that enhances transparency and accountability.

During F.Y. 2024–25, the company’s internal auditors conducted regular audits across departments, and no material weaknesses were reported. The statutory auditors, in their report dated March 31, 2025, have confirmed that the internal financial controls over financial reporting are adequate and operating effectively.

The Board believes that the current internal control system is commensurate with the size and nature of the company’s operations and provides reasonable assurance regarding the reliability of financial and operational information.

- **Financial Performance**

The following table sets forth our financial summary:

(₹ in Lakhs)

Particulars	FY 2024-25	FY 2023-24
Share Capital	1,294.02	951.66
Net Worth	4,132.30	1,471.99
Revenue	3,252.48	2,489.58
Profit After Tax	186.53	251.91
Basic and Diluted Earnings per Equity Share (Considering bonus in all previous years) (in ₹)	1.64	2.65
Total Borrowings	1,523.33	1,331.31

- **Human Resources/Industrial Relations:**

Human capital is viewed as a valuable resource and an integral part of the Company's success, and your Company strongly believes that its employees are the key pillar of your company's success.

The Company recognizes that its employees are its principal assets and that it's continued growth is dependent upon the ability to attract and retain quality people. The Company also recognizes the importance of providing training and development opportunities to its people to enhance their skills and experiences, which in turn enables the company to achieve its business objectives.

The Company believes in establishing and building a strong performance and competency driven culture amongst its employees with greater sense of accountability and responsibility. The industrial relations within the Company have remained harmonious throughout the year.

- **Key Financial Ratios**

Sr No.	Ratios	Numerator	Denominator	As at 31st March, 2025	As at 31st March, 2024	% change in Ratio
1	Current ratio	Current Assets	Current Liabilities	3.12	1.57	98%
2	Debt-Equity Ratio	Borrowings+ Interest Accrued	Total Equity	0.37	0.90	-59%
3	Debt service coverage ratio	Earnings available for Debt Servicing	Interest	3.60	3.51	2%
4	Return on Equity Ratio	Net Profits before taxes	Average Shareholder's Equity	0.09	0.30	-69%
5	Inventory turnover ratio	Cost of goods sold OR sales	Average Inventory	2.67	2.53	6%
6	Trade Receivables turnover ratio	Net Credit Sales	Average Trade Receivables	6.59	9.84	-33%
7	Trade payables turnover ratio	Net Credit Purchases	Average Trade Payables	8.70	7.33	19%
8	Net Capital Turnover Ratio	Net Sales	Working Capital	1.21	3.81	-68%
9	Net Profit Ratio (in %)	Net Profit After Taxes	Net Sales	5.74%	10.12%	-43%

10	Return on Capital Employed (in %)	Earnings Before Interest and Tax	Capital Employed	7%	20%	-63%
11	Return on investment	Market Value	Initial investment	NA	NA	NA

Cautionary Statement

Statements made herein, in the 'Management Discussion & Analysis Report' describing the Company's projections, estimates, expectations, plans or predictions or industry conditions or events are "forward looking statement." The actual results may differ from those expected or predicted, since the Company's operations are influenced by many external factors which are beyond the control of your Company.

AUDITED FINANCIAL REPORT

Independent Auditors Report

Financial Statements

INDEPENDENT AUDITORS' REPORT

To
The Members of **M/s Innomet Advanced Materials Limited**

Report on the audit of the financial statements

Opinion

We have audited the accompanying standalone financial statements of **M/s Innomet Advanced Materials Limited** ("the Company"), which comprise the balance sheet as at March 31, 2025, and the Statement of Profit and Loss for the year then ended, and notes to the standalone financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the **Companies Act, 2013** ('Act') in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2025, its Loss for the year ended on that date.

Basis for opinion

- 1. We drew the attention to the Point no vii of Note 32 of the statement which states that the Company has implemented an automated system for preparing and maintaining the fixed assets register in the financial year 2024-25, and noted that due to the incorrect estimate of life of assets and incorrect calculation, depreciation amounting to Rs. 27.47 Lakhs has been under charged.***

In order to correct the above discrepancy, the Company increased the accumulated depreciation amounting to Rs. 27.47 Lakhs through reserve and surplus account in the current financial year. Our conclusion is not modified in respect of this matter.

- 2. We drew the attention to the Point no viii of Note 32 of the statement which states that the Company has incorrectly valued the inventory amounting to Rs. 286.68 Lakhs as on March 31, 2024 by considering the cost including Goods and Services Tax instead of only cost. Also the Semi-finished and finished goods were incorrectly valued at market price instead of cost or market value, whichever is lower.***

The company has corrected this discrepancy in current financial year by adjusting value of change in inventory and reserve and surplus. Our conclusion is not modified in respect of this matter.

We conducted our audit in accordance with the standards on auditing specified under section 143 (10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the auditor's responsibilities for the audit of the standalone 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 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.

Emphasis of Matter Paragraph

We have determined that there are no matters to be reported under emphasis of matter paragraph.

Key audit matters

Key audit matters are those matters that, in our professional judgment, 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.

Reporting of key audit matters as per SA 701, 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.

Information other than the financial statements and auditors' report thereon

The Company's board of directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report including Annexures to Board's Report, Business Responsibility Report but does not include the standalone financial statements and our auditor's 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 during the course of our audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.

Management's responsibility for the financial statements

The Company's board of directors are responsible for the matters stated in section 134 (5) of the Act with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement 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, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's responsibilities for the audit of the 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 auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these standalone financial statements.

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

- Identify and assess the risks of material misstatement of the standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the 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 auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the standalone 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 materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the 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 control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on other legal and regulatory requirements

1. The provisions of the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013 is applicable to the Company since it is a public company; we give in 'Annexure A', a statement on the matters, specified in paragraph 3 and 4 of the said Order.
2. As required by Section 143(3) of the Act, we report that:
 - a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - c. The balance sheet, the statement of profit and loss, 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 rule 7 of the **Companies (Accounts) Rules, 2014**;
 - e. On the basis of the written representations received from the directors as on March 31, 2025 taken on record by the board of directors, none of the directors is disqualified as on March 31, 2025 from being appointed as a director in terms of Section 164 (2) of the Act;
 - f. With respect to the adequacy of internal financial controls and its operating effectiveness to ensure that its books of accounts and other financial records are accurate and reliable, and to prevent fraud and mismanagement, please refer to our separate report in "Annexure B"; and
 - g. With respect to the matter to be included in the Auditors' Report under section 197(16) of the Act, In our opinion and according to the information and explanations given to us,

remuneration paid by the Company to its directors during the current year is in accordance with the provisions of section 197 of the Act.

- 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:
- i. The Company does not have any pending litigations which would impact its financial position;
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses; and
 - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company
 - iv. The management has represented that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(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;
 - v. The management has represented, that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been received by the company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and
 - vi. Based on our examination, which included test checks, the Company has used accounting softwares for maintaining its books of account for the financial year ended March 31, 2025 which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the softwares. Further, during the course of our audit we did not come across any instance of the audit trail feature being tampered with.

- vii. Based on audit procedures which we considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) contain any material misstatement.
- viii. The company has not declared or paid any dividend during the year in contravention of the provisions of section 123 of the Companies Act, 2013

For C N D & Associates
(Chartered Accountants)
(Firm Reg. No. 030019N)

Sd/-
Rohit Dhingra
(Partner)
Membership No: 519740

Place: Delhi
Date: May 29, 2025
UDIN: 25519740BMMIHYJ6428

Annexure A to the Independent Auditor's Report

(Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' Section of our Report to members of M/s INNOMET ADVANCED MATERIALS LIMITED ('the Company') on the financial statements for the year ended 31 March 2025)

(i) In respect of Property, Plant and Equipment (PPE) and Intangible assets:

- a) The company has maintained proper records showing full particulars, including quantitative details and situation of PPE. The company has maintained proper records showing full particulars intangible assets.
- b) PPE were physically verified during the year by the Management in accordance with a regular program of verification which, in our opinion, provides for physical verification of all the PPE at reasonable intervals. According to the information and explanation given to us, no material discrepancies were noticed on such verification.
- c) According to the information and explanations given to us and the records examined by us, the company does hold immovable properties of land and buildings as at the balance sheet date. The title deeds pertaining to these immovable properties (except properties which are leased by the company with duly executed lease agreements in the company's favour) disclosed in the standalone financial statements are held in the name of the company.
- d) According to the information and explanation given to us and the records examined by us, the company has not revalued its Property plant and equipment (including Rights of Use assets) or intangible assets or both during the year. Accordingly, reporting under clause (i)(d) of the Order is not applicable.
- e) According to the information and explanation given to us and the records examined by us, no proceeding have been initiated or are pending against the company for holding any benami property under the Benami Transactions (prohibition) Act, 1988 and the rules made thereunder. Accordingly, reporting under clause (i)(e) of the Order is not applicable.

(ii) In respect of Inventory:

- a) The inventory has been physically verified by the management during the year. In our opinion, the frequency of such verification is reasonable and adequate in relation to the size of the Company and the nature of its business. The discrepancies noticed on verification were not material and have been properly dealt with in the books of account.

- b) According to the information and explanation given to us and the records examined by us, the company has been sanctioned working capital loan in excess of five crore rupees, in aggregate, from banks or financial institutions on the basis of security of current assets. In our opinion, the quarterly returns or statements filed by the Company with such banks or financial institutions are in agreement with the books of account of the Company except the point mentioned in the basis of opinion of this audit report. **(refer Point no vii of Note 32 of the financial statement)**
- (iii) According to the information and explanations given to us, the company has not granted any loan, secured or unsecured to companies, firm, Limited Liabilities Partnerships or other parties covered in the register maintained under Section 189 of the Companies Act, 2013, Accordingly, reporting under clause (iii) of paragraph 3 of the Order is not applicable.
- (iv) In our opinion and according to the information and explanations provided to us, the Company has not granted any loans or provided any guarantees or security to the parties covered under Section 185 and 186 of the Act. Accordingly, reporting under clause (iv) of paragraph 3 of the Order is not applicable.
- (v) The Company has not accepted any deposits within the meaning of Sections 73 to 76 of the Act and the Companies (Acceptance of Deposits) Rules, 2014 (as amended). Accordingly, reporting under clause (v) of paragraph 3 of the Order is not applicable.
- (vi) According to the information and explanations given to us, the maintenance of cost records has not been specified by the Central Government under Section 148 (1) of the Companies Act, 2013 for the business activities carried out by the Company. Accordingly, reporting under clause (vi) of paragraph 3 of the Order is not applicable.
- (vii) According to the information and explanations given to us,
- a) The Company has generally been regular in depositing undisputed statutory dues including goods and service tax, provident Fund, employee state insurance, income-tax, duties of custom, cess and other material statutory dues applicable to it with appropriate authorities. There were no undisputed amounts payable in respect of goods and service tax, provident Fund, employee state insurance, income-tax, duties of custom, cess and other material statutory dues in arrears as at March 31, 2025 for a period of more than six months.
- b) There were no dues of goods and service tax, provident Fund, employee state insurance, income-tax, duties of custom, cess and other material statutory dues,

- which have not been deposited as at March 31, 2025 on account of any dispute from the date they became payable
- (viii) In our opinion, according to the information and explanation given to us, there is no unrecorded income surrendered or disclosed in the income tax assessment under Income-tax Act, 1961 during the year. Accordingly, reporting under clause (viii) of paragraph 3 of the Order is not applicable
- (ix) Reporting under this clause is below:
- a) In our opinion, and according to the information and explanations given to us, the Company has not defaulted in the repayment of loans or borrowings to banks.
 - b) According to the information and explanations given to us, the company is not declared willful defaulter by any bank or financial institution or any other lender.
 - c) According to the information and explanations given to us, the company utilized the term loan for the purpose for which the loan were obtained.
 - d) According to the information and explanations given to us, the company has not utilized short term funds for long term purposes. Accordingly, reporting under clause (ix)(d) of paragraph 3 of the Order is not applicable.
 - e) According to the information and explanations given to us, the company has not taken any funds from any entity or person on account of or to meet the obligation of its subsidiary. Accordingly, reporting under clause (ix)(e) of paragraph 3 of the Order is not applicable.
 - f) According to the information and explanations given to us, the company has not raised any loans during the year on the pledge of securities held in its subsidiary. Accordingly, reporting under clause (ix)(f) of paragraph 3 of the Order is not applicable.
- (x) Reporting under this clause is below:
- a) In our opinion and according to the information and explanations provided by the management, the Company has utilized the monies raised by way of Initial Public Offer (IPO) of equity shares for the purposes for which they were raised. (Refer Note No. 4 to the standalone financial statement).
 - b) During the year, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures and hence reporting under clause (x)(b) of paragraph 3 of the Order is not applicable to the Company.

- (xi) To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company and no material fraud on the Company has been noticed or reported during the year.
- (xii) In our opinion, the Company is not a Nidhi company. Accordingly, reporting under sub clause (a), (b) and (c) of clause (xii) of paragraph 3 of the Order is not applicable.
- (xiii) The provisions of Section 177 of the Act is applicable to the Company, it has formed an audit committee in compliance with the said section. In our opinion and according to the information and explanations given to us, the Company is in compliance with Section 188 of the Act, where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the standalone financial statements as required by the applicable accounting standards.
- (xiv) In our opinion, the Company has an adequate internal audit system commensurate with the size and the nature of its business.

We have considered the internal audit reports issued to the Company issued till the date for the period under audit.
- (xv) In our opinion and according to the information and explanations given to us, during the year the Company has not entered any non-cash transactions with its directors or persons connected to its directors and hence provisions of Section 192 of the Act are not applicable.
- (xvi) Reporting under this clause is below;
 - a) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, reporting under clause (xvi)(a) of paragraph 3 of the Order is not applicable.
 - b) In our opinion and according to the information and explanations given to us, the company has not conducted any Non-Banking Financial or Housing Finance activities. Accordingly, reporting under clause (xvi)(b) of paragraph 3 of the Order is not applicable.
 - c) In our opinion and according to the information and explanations given to us, the company is not a Core Investment Company (CIC) as defined in the regulations made by the RBI. Accordingly, reporting under clause (xvi)(c) of paragraph 3 of the Order is not applicable.

- d) This clause is applicable for reporting for Consolidated standalone financial statements and this report pertains to financial statement, accordingly reporting under clause (xxi) of paragraph 3 of the Order is not applicable.
- (xvii) In our opinion and according to the information and explanations given to us, the company has incurred no cash losses in the financial year and no cash loss in the immediately preceding financial year.
- (xviii) The auditor has resigned from the Company during the year, and not raised any issues, objections or concerns.
- (xix) According to the information and explanations given to us and on the basis of financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the standalone 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 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 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) In our opinion and according to the information and explanations given to us, second proviso to sub-section (5) of section 135 of the Companies Act, 2013 with respect to Corporate Social Responsibility is not applicable on the company. Accordingly reporting under clause (xx) of paragraph 3 of the Order is not applicable.

- (xxi) This clause is applicable for reporting for Consolidated standalone financial statements and this report pertains to standalone financial statement, accordingly reporting under clause (xxi) of paragraph 3 of the Order is not applicable.

For C N D & Associates,
Chartered Accountants
(Firm Regn No - 030019N)

Sd/-

CA Rohit Dhingra

Partner

M.No. 519740

Place: Delhi

Date: May 29, 2025

UDIN: 25519740BBIHYJ6428

Annexure B to the Independent Auditor's Report

(Referred to in paragraph 2(f) under 'Report on Other Legal and Regulatory Requirements' Section of our Report to members of M/s INNOMET ADVANCED MATERIALS LIMITED (the Company') on the financial statements for the year ended 31 March 2025)

Report on the Internal Financial Controls over Financial Reporting 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 the Company as of 31 March 2025 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Board of Directors of the company is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India.

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 its business, including adherence to the respective 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.

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting of the company based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the Institute of Chartered Accountants of India and the Standards on Auditing as specified under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls.

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 was 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 system over financial reporting and their operating effectiveness.

Our audit of internal financial controls over financial reporting included 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 internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the standalone 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 audit opinion on the internal financial controls system over financial reporting of the Company.

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of standalone financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that

- (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company.
- (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of standalone financial statements in accordance with Generally Accepted Accounting Principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and
- (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the standalone financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of 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 control 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, to the best of our information and according to the explanations given to us , the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2025, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the ICAI.

For C N D & Associates,
Chartered Accountants
(Firm Regn No - 030019N)

Sd/-

CA Rohit Dhingra

Partner

M.No. 519740

Place: Delhi

Date: May 29, 2025

UDIN: 25519740BMIHYJ6428

INNOMET ADVANCED MATERIALS LIMITED
Standalone Balance Sheet as at March 31, 2025
CIN : L27101TG2019PLC132262
All amounts in Indian Rupees Lakhs - unless otherwise stated

(₹ Lakhs)

PARTICULARS	Note No.	Year Ended March 31, 2025	Year Ended March 31, 2024
EQUITY AND LIABILITIES			
Equity			
(a) Equity Share Capital	3	1,294.01	951.65
(b) Reserve and Surplus	4	2,838.33	520.33
Total Equity		4,132.33	1,471.98
Liabilities			
Non-Current Liabilities			
(a) Long-Term Borrowing	5	698.99	790.31
(b) Provisions	6	8.15	-
Total Non-Current Liabilities		707.14	790.31
Current Liabilities			
(a) Short-Term Borrowings	5	824.32	540.98
(b) Trade Payables			
- Total outstanding dues of micro enterprises and small enterprises		271.27	204.34
- Total outstanding dues of creditors other than micro enterprises and small enterprises	7	47.58	73.51
(c) Provisions	6	5.03	-
(d) Other Current Liabilities	8	70.78	261.18
(e) Current Tax Liabilities (net)	9	50.19	60.36
Total Current Liabilities		1,269.17	1,140.37
TOTAL EQUITY AND LIABILITIES		6,108.64	3,402.66
ASSETS			
Non-Current Assets			
(a) Property Plant and Equipment	10		
(i) Tangible Assets		1,729.42	1,347.49
(ii) Intangible Assets		190.41	198.36
(b) Capital work-in-progress	10	183.27	41.43
(c) Loan and Advances	11	153.75	-
(d) Deferred tax assets	13	0.76	-
(e) Other Non-Current Assets	12	42.15	22.13
Total Non-Current Assets		2,299.76	1,609.41
Current Assets			
(a) Inventories	19	1,375.92	1,056.95
(b) Trade Receivables	14	635.60	351.89
(c) Cash and Cash Equivalents	15	11.96	1.59
(d) Loan and Advances	11	13.78	26.82
(e) Other Current Assets	12	1,771.62	356.00
Total Current Assets		3,808.88	1,793.25
TOTAL ASSETS		6,108.64	3,402.66

Summary of significant accounting policies

1-2

The accompanying notes 1 to 33 form an integral part of these financial statements.

As per our report of even date
For CND & Associates
Chartered Accountants
(Firm Registration No. 030019N)

For and on behalf of the Board of Directors of
Innomet Advanced Materials Limited

Sd/-
Rohit Dhingra
(Partner)
M. No. 519740

Sd/-
Vinay Choudary Chilakapati
Managing Director
DIN: 08444644

Sd/-
Saritha Devi Chilakapati
Whole-Time Director &
Chief Financial Officer
DIN: 08432017

Place : Delhi
Date: May 29, 2025
UDIN: 25519740BIMHYJ6428

Sd/-
Aanchal Sethia
Company Secretary
M. No. 58422

INNOMET ADVANCED MATERIALS LIMITED
Standalone Statement of Profit and Loss for the year ended March 31, 2025
CIN : L27101TG2019PLC132262
All amounts in Indian Rupees Lakhs - unless otherwise stated
(₹ Lakhs)

PARTICULARS	Note No.	Year ended March 31, 2025	Year ended March 31, 2024
Income			
Revenue from operations	16	3,252.48	2,489.58
Other Income	17	38.61	59.12
Total Income		3,291.10	2,548.70
Expenses			
Cost of materials consumed	18	2,248.68	1,602.50
Change in inventory	19	(257.46)	(128.99)
Employee benefit expenses	20	261.66	179.17
Finance costs	22	100.31	129.77
Depreciation and amortization expense	21	183.63	38.75
Other expenses	23	493.53	401.16
Total Expenses		3,030.34	2,222.36
Profit Before Tax		260.75	326.34
Tax Expense			
Current Tax		74.98	74.44
Deferred Tax		(0.76)	-
Total Tax Expense		74.22	74.44
Profit for the year		186.53	251.91
No. of Equity Shares		1,29,40,138	95,16,538
Weighted Average No of Equity Shares		1,13,54,964	95,16,538
Earnings per equity share (nominal value of shares ₹10)			
Basic and diluted (in ₹)		1.64	2.65

Note: Output GST was included in Revenue from Operation in previous periods and same has been shown in the other expenses. In Current period, we have adjusted the GST from Revenue from Operation for the current period as well as previous periods.

Summary of significant accounting policies

The accompanying notes 1 to 33 form an integral part of these financial statements.

**As per our report of even date
For CND & Associates
Chartered Accountants
(Firm Registration No. 030019N)**

Sd/-
**Rohit Dhingra
(Partner)
M. No. 519740**

**Place : Delhi
Date: May 29, 2025
UDIN: 25519740BMIHYJ6428**

**For and on behalf of the Board of Directors of
Innomet Advanced Materials Limited**

Sd/-
**Vinay Choudary Chilakapati
Managing Director
DIN: 08444644**

Sd/-
**Aanchal Sethia
Company Secretary
M. No. 58422**

Sd/-
**Saritha Devi Chilakapati
Whole-Time Director &
Chief Financial Officer
DIN: 08432017**

INNOMET ADVANCED MATERIALS LIMITED
Standalone Statement of Cash Flow for the year ended March 31, 2025
CIN : L27101TG2019PLC132262
All amounts in Indian Rupees Lakhs - unless otherwise stated
(₹ Lakhs)

PARTICULARS	Year ended March 31, 2025	Year ended March 31, 2024
A. Cash flow from operating activities		
Profit Before Tax	260.75	326.34
Adjustments for:		
Depreciation/amortization	183.63	38.75
Gratuity expenses	13.18	-
Prior period adjustment	(416.79)	-
Interest paid	100.31	117.55
Interest income	(31.57)	(57.20)
Operating profit before working capital changes	109.52	425.45
Movement in working capital:		
Decrease / (Increase) in trade receivables	(283.71)	(197.57)
Decrease / (Increase) in other current assets	(1,415.62)	(165.09)
Decrease / (Increase) in inventories	(318.97)	(145.32)
Increase / (Decrease) in Loans & Advances	13.04	(26.82)
Increase / (Decrease) in trade payables	41.00	113.76
Increase / (Decrease) in other current liabilities	(190.40)	197.99
Increase / (Decrease) in short term borrowings	283.31	171.12
Increase / (Decrease) in provisions	(39.73)	(111.08)
Cash generated from operations	(1,801.55)	262.43
Direct taxes paid (net of refunds)	45.42	-
Net cash from operating activities (A)	(1,846.97)	262.43
B. Cash flows from investing activities		
Margin Money for Bank Guarantee	(4.59)	(7.10)
Interest received	31.57	57.20
Payment for fixed assets (including capital work in progress and capital advances)	(699.45)	(668.81)
Long term loan and advances	(153.75)	-
Movement in security deposit	(15.42)	10.04
Net cash from/ (used in) investing activities (B)	(841.64)	(608.67)
C. Cash flows from financing activities		
Interest paid during the year	(100.31)	(117.55)
Proceeds/(Repayment) from Long-term Borrowing	(91.32)	(49.33)
Proceeds from issuance of shares	3,423.60	514.15
Share issue expenses	(532.99)	-
Net cash from/ (used in) financing activities (C)	2,698.98	347.27
Net increase/ (decrease) in cash and cash equivalents (A + B + C)	10.37	1.03
Cash and cash equivalent as at the beginning of the period	1.59	0.56
Cash and cash equivalent as at the end of the period	11.96	1.59

Notes:

(i) Amount in brackets represents cash outflow or loss.

As per our report of even date
For **CND & Associates**
Chartered Accountants
(Firm Registration No. 030019N)

Sd/-
Rohit Dhingra
(Partner)
M. No. 519740

Place : Delhi
Date: May 29, 2025
UDIN: 25519740BIMHYJ6428

For and on behalf of the Board of Directors of
Innomet Advanced Materials Limited

Sd/-
Vinay Choudary Chilakapati
Managing Director
DIN: 08444644

Sd/-
Aanchal Sethia
Company Secretary
M. No. 58422

Sd/-
Saritha Devi Chilakapati
Whole-Time Director &
Chief Financial Officer
DIN: 08432017

INNOMET ADVANCED MATERIALS LIMITED**Standalone Notes to financial statements for the year ended March 31, 2025****CIN : L27101TG2019PLC132262****All amounts in Indian Rupees Lakhs - unless otherwise stated****1 Corporate information**

The Company is a public limited company incorporated and domiciled in India. The address of its corporate office is B-31, Bhel Ancillary Industrial Estate Ramachandrapuram, Medak, Hyderabad, Telangana, India, 502032. The Company is engaged in business of manufacturing and selling "**Metal Powders & Tungsten Heavy Alloys**". The accompanying financial statements reflect the results of the activities undertaken by the company during the period 1st April, 2024 to 31st March, 2025.

2 Significant accounting policies**(a) Basis of preparation**

The financial statements have been prepared to comply in all material respects with the notified accounting standards by Companies Accounting Standards Rules, 2006 as amended from time to time and the relevant provisions of the Companies Act, 2013 ('The Act'). The financial statements have been prepared in accordance with revised Schedule III requirements including previous year comparatives. The financial statements have been prepared under historical cost convention on an accrual basis in accordance with accounting principles generally accepted in India. The accounting policies have been consistently applied by the company and are consistent with those used in previous year.

The preparation of financial statements is in conformity with general accepted accounting principles which require the management of the Company to make estimates and assumptions that affect the reported balances of assets and liabilities and disclosures relating to the contingent liabilities as at the date of the financial statements and reported amounts of income and expenses during the year. Actual results could differ from those estimates.

(b) Functional and presentation currency

Items included in the financial statements of Company are measured using the currency of the primary economic environment in which the Company operates ("the functional currency"). Indian rupee is the functional currency of the Company.

Transactions in foreign currencies are recorded at the exchange rate prevailing on the date of transaction. Foreign currency denominated monetary assets and liabilities are re-measured into the functional currency at the exchange rate prevailing on the balance sheet date.

Exchange differences are recognized in the Statement of Profit and Loss.

(c) Property, plant and equipment

Property, Plant and Equipment are stated at cost, net of accumulated depreciation and accumulated impairment losses, if any and capital work in progress is stated at cost. The cost comprises purchase price, borrowing costs if capitalization criteria are met, directly attributable cost of bringing the asset to its working condition for the intended use. Any trade discounts and rebates are deducted in arriving at the purchase price. Such cost includes the cost of replacing part of the plant and equipment. When significant parts of plant and equipment are required to be replaced at intervals, the Company depreciates them separately based on their specific useful lives.

Subsequent expenditure related to an item of property, plant and equipment is added to its book value only if it increases the future benefits from the existing asset beyond its previously assessed standard of performance. All other expenses on existing property, plant and equipment, including day-to-day repair and maintenance expenditure and cost of replacing parts, are charged to the Statement of Profit & Loss for the period in which such expenses are incurred.

Likewise, when a major inspection is performed, its cost is recognized in the carrying amount of the plant and equipment as a replacement if the recognition criteria are satisfied.

Leasehold improvement represent expenses incurred towards civil works, interior furnishings, etc. of the leasehold premises.

Cost of assets not ready for intended use, as on the balance sheet date, is shown as capital work in progress.

Items of stores and spares that meet the definition of property, plant and equipment are capitalized at cost and depreciated over their useful life. Otherwise, such items are charged to the Statement of Profit and Loss.

The company identifies and determines cost of each component/ part of the asset separately, if the component/ part has a cost which is significant to the total cost of the asset and has useful life that is materially different from that of the remaining asset.

Gains or losses arising from derecognition of property plant and equipments are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the statement of profit and loss when the asset is derecognized.

(d) Depreciation on property plant and equipment

The Depreciation has been provided on the basis of useful life as prescribed in Schedule II of Companies Act, 2013.

Residual value of assets is considered at 5% of the original cost of the assets.

(This space has been intentionally left blank)

INNOMET ADVANCED MATERIALS LIMITED**Standalone Notes to financial statements for the year ended March 31, 2025****CIN : L27101TG2019PLC132262****All amounts in Indian Rupees Lakhs - unless otherwise stated****(e) Impairment of property, plant and equipment**

The Company assesses at each reporting date whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, the Company estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's or cash-generating unit's (CGU) net selling price and its value in use. The recoverable amount is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets. Where the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining net selling price, recent market transactions are taken into account, if available. If no such transactions can be identified, an appropriate valuation model is used.

The Company bases its impairment calculation on detailed budgets and forecast calculations which are prepared separately for each of the Company's cash-generating units to which the individual assets are allocated. These budgets and forecast calculations are generally covering a period of five years. For longer periods, a long term growth rate is calculated and applied to project future cash flows after the fifth year.

Impairment losses of continuing operations, including impairment on inventories, are recognized in the statement of profit and loss.

After impairment, depreciation is provided on the revised carrying amount of the asset over its remaining useful life.

An assessment is made at each reporting date as to whether there is any indication that previously recognized impairment losses may no longer exist or may have decreased. If such indication exists, the company estimates the asset's or cash-generating unit's recoverable amount. A previously recognized impairment loss is reversed only if there has been a change in the assumptions used to determine the asset's recoverable amount since the last impairment loss was recognized. The reversal is limited so that the carrying amount of the asset does not exceed its recoverable amount, nor exceed the carrying amount that would have been determined, net of depreciation, had no impairment loss been recognized for the asset in prior years. Such reversal is recognized in the statement of profit and loss unless the asset is carried at a revalued amount, in which case the reversal is treated as a revaluation increase.

(f) Current versus 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 realized or intended to be sold or consumed in normal operating cycle
- Held primarily for the purpose of trading
- Expected to be realized 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 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.

The Company classifies all other liabilities as non-current.

Deferred tax assets and liabilities are classified as non-current assets and liabilities.

The operating cycle is the time between the acquisition of assets for processing and their realization in cash and cash equivalents. The Company has identified twelve months as its operating cycle.

(g) Borrowing costs

Borrowing costs includes interest and amortization of ancillary costs incurred in connection with the arrangement of borrowings.

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalized as part of the cost of the respective asset. All other borrowing costs are expensed in the period in which they are incurred.

(h) Revenue recognition

Revenue is recognized to the extent it can be reliably measured and is probable that the economic benefits will flow to the company.

(This space has been intentionally left blank)

INNOMET ADVANCED MATERIALS LIMITED**Standalone Notes to financial statements for the year ended March 31, 2025****CIN : L27101TG2019PLC132262****All amounts in Indian Rupees Lakhs - unless otherwise stated****(i) Employee benefits***Short term employee benefits:*

Employee benefits such as salaries, wages, short term compensated absences, expected cost of bonus, ex-gratia and performance-linked rewards falling due wholly within twelve months of rendering the service are classified as short term employee benefits and are expensed in the period in which the employee renders the related service.

(j) TaxesCurrent income tax

- Current income tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities. The Company determines the tax as per the provisions of Income Tax Act 1961 and other rules specified thereunder.

Deferred tax

- Deferred tax is provided in full using the liability method on temporary differences between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date.

- Deferred tax liabilities are recognized for all taxable temporary differences, except:

(i) When the deferred tax liability arises from the initial recognition of goodwill or an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss.

(ii) Deferred tax assets are recognized for all deductible temporary differences, the carry forward of unused tax credits and any unused tax losses. Deferred tax assets are recognized to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilized, except when the deferred tax asset relating to the deductible temporary difference arises from the initial recognition of an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss.

(iii) The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilized. Unrecognized deferred tax assets are re-assessed at each reporting date and are recognized to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered.

(iv) Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realized or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date.

(v) Deferred tax relating to items recognized outside profit or loss is recognized through profit or loss.

(vi) Deferred tax assets and deferred tax liabilities are offset if a legally enforceable right exists to set off current tax assets against current tax liabilities and the deferred taxes relate to the same taxable entity and the same taxation authority.

(k) Provisions

Provisions are recognized 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. When the Company expects some or all of a provision to be reimbursed the reimbursement is recognized as a separate asset, but only when the reimbursement is virtually certain. The expense relating to a provision is presented in the statement of profit and 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. When discounting is used, the increase in the provision due to the passage of time is recognized as a finance cost.

(l) Contingent liabilities

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The contingent liability is not recognized in books of account but its existence is disclosed in financial statements.

(m) Earnings per share

Basic earnings per equity share is computed by dividing the net profit attributable to the equity holders of the Company by the weighted average number of equity shares outstanding during the period. The weighted average number of equity shares outstanding during the period is adjusted for events such as fresh issue, bonus issue that have changed the number of equity shares outstanding, without a corresponding change in resources.

(This space has been intentionally left blank)

INNOMET ADVANCED MATERIALS LIMITED

Standalone Notes to financial statements for the year ended March 31, 2025

CIN : L27101TG2019PLC132262

All amounts in Indian Rupees Lakhs - unless otherwise stated

(n) Cash and cash equivalents

Cash and cash equivalents for the purposes of cash flow statement comprise cash at bank and in hand, cheques in hand and short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of changes in value and having original maturities of three months or less from the date of purchase, to be cash equivalents.

(o) Valuation of Inventories

Raw Material:At cost (on weighted average method)

Finished goods:At cost or net realizable value whichever is lower.

WIP: At cost or net realizable value whichever is lower.

Stores & Spares:At cost.

(p) Operating Lease

Lease where the lessor effectively retains substantially all the risks and benefits of ownership of the leased assets are classified as operating lease. Operating lease charges are recognized as an expense in the Statement of Profit & Loss on actual basis.

(q) Cash Flow Statement

The Cash Flow Statement is prepared by the indirect method set out in Accounting Standard (AS) 3 on Cash Flow Statements and presents the cash flows by operating, investing and financial activities of the Company.

Cash and cash equivalents presented in the Cash Flow Statement consists of cash in hand, cheques & drafts in hand and balances in current account/ flexi deposit.

(This space has been intentionally left blank)

INNOMET ADVANCED MATERIALS LIMITED

Standalone Notes to financial statements for the year ended March 31, 2025

CIN : L27101TG2019PLC132262

All amounts in Indian Rupees Lakhs - unless otherwise stated

PARTICULARS	As at March 31, 2025	As at March 31, 2024
3. EQUITY SHARE CAPITAL		
Authorized Shares		
1,40,00,000 (previous year 1,40,00,000) Equity shares of ₹ 10/- each	1,400.00	1,400.00
Issued, subscribed and fully paid -up shares		
1,29,40,138 (previous year 95,16,538) Equity shares of ₹ 10/- each	1,294.01	951.65
TOTAL	1,294.01	951.65

(a) Terms/rights attached to equity shares

The Company has only one class of equity shares having par value of ₹10 per share. Each holder of equity shares is entitled to one vote per share.

In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

(b) Shares held by holding/ultimate holding Company and/or their subsidiaries/associates

The Company does not have any holding and subsidiary company

c) The details of shares held by promoters:

PARTICULARS	As at 31 March 2025		As at 31 March 2024	
	No.	% holding in the class	No.	% holding in the class
Mr. Vinay Choudary Chilakapati	5,26,316	4.07%	5,26,316	5.53%
Mrs. Saritha Devi Chilakapati	33,09,228	25.57%	40,59,228	42.65%
Mrs. Lakshmi Kanthamma Chilakapati	32,55,794	25.16%	40,05,794	42.09%

As per the records of the Company, including its register of shareholders/members and other declaration received from the shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownerships of shares.

d) The details of change in shares held by promoters:

PARTICULARS	As at 31 March 2025	As at 31 March 2024	Change in holding (%)
Mr. Vinay Choudary Chilakapati	5,26,316	5,26,316	0.00%
Mrs. Saritha Devi Chilakapati	33,09,228	40,59,228	-18.48%
Mrs. Lakshmi Kanthamma Chilakapati	32,55,794	40,05,794	-18.72%

e) Reconciliation of the shares outstanding at the beginning and at the end of the reporting financial year :

PARTICULARS	As at 31 March 2025		As at 31 March 2024	
	No.	% of total class	No.	% of total class
At the beginning of the year	95,16,538	74%	28,83,248	30%
Add: Issue of equity shares during the year	34,24,000	26%	66,33,290	70%
Outstanding at the end of the year	1,29,40,538	100%	95,16,538	100%

f) Details of shareholders holding more than 5% shares in the company

PARTICULARS	As at 31 March 2025		As at 31 March 2024	
	No.	% holding in the class	No.	% holding in the class
Mrs. Saritha Devi Chilakapati	33,09,228	25.57%	40,59,228	42.65%
Mrs. Lakshmi Kanthamma Chilakapati	32,55,794	25.16%	40,05,794	42.09%

(This space has been intentionally left blank)

INNOMET ADVANCED MATERIALS LIMITED

Standalone Notes to financial statements for the year ended March 31, 2025

CIN : L27101TG2019PLC132262

All amounts in Indian Rupees Lakhs - unless otherwise stated

4. RESERVE & SURPLUS

PARTICULARS	As at March 31, 2025	As at March 31, 2024
<u>Security Premium</u>		
Opening balance	243.54	-
Received during the period	3,081.24	243.54
Share issue expenses	532.99	-
<u>Closing balance (A)</u>	2,791.80	243.54
<u>Retained Earnings - Surplus/(deficit) in the statement of profit and loss</u>		
Opening balance	276.78	417.60
Profit for the year	186.53	251.91
Less: Adjustment for the previous year	416.79	-
Less: Bonus Issue	-	392.72
<u>Closing balance (B)</u>	46.53	276.78
<u>Closing balance (A+B)</u>	2,838.33	520.33

Retained earnings

Retained earnings are the profits that the Company has earned till date less any transfers to General Reserve, dividends or other distributions to shareholders.

During the year, the Company has issued and allotted 34,23,600 fully paid up equity shares through the initial public offer at an issue price of ₹100.00 per shares (Including Premium).

Explanation on Adjustment for Previous Year

1. Company has implemented an automated system for preparing and maintaining the fixed assets register in the financial year 2024-25, and noted that due to the incorrect estimate of life of assets and incorrect calculation, depreciation amounting to Rs. 27.47 Lakhs has been under charged.

In order to correct the above discrepancy, the Company increased the accumulated depreciation amounting to Rs. 27.47 Lakhs through reserve and surplus account in the current financial year.

2. Company has incorrectly valued the inventory amounting to Rs. 286.69 Lakhs as on March 31, 2024 by considering the cost including Goods and Services Tax instead of only cost. Also the Semi-finished and finished goods were incorrectly valued at market price instead of cost or market value, whichever is lower.

The company has corrected this discrepancy in current financial year by adjusting value of change in inventory and reserve and surplus.

Details of utilization:

Object as disclosed in the offer document	Amount disclosed in the offer document	Actual utilised	Unutilised Amount	Remarks (if any)
1) Funding working capital requirements of the Company	1,159.7	1,100.7	59.0	
2) Funding of capital expenditure requirements of our Company towards purchase of machinery and equipment	788.2	480.6	307.6	
3) Repayment or prepayment, in full or in part, of all or a portion of certain outstanding borrowings availed by our Company, from banks and financial institutions	209.2	209.2	-	
4) General Corporate Purposes	850.0	850.0	-	
5) Issue Expenses	416.5	416.5	-	

(This space has been intentionally left blank)

INNOMET ADVANCED MATERIALS LIMITED

Standalone Notes to financial statements for the year ended March 31, 2025

CIN : L27101TG2019PLC132262

All amounts in Indian Rupees Lakhs - unless otherwise stated

PARTICULARS	As at March 31, 2025	As at March 31, 2024
5. LONG-TERM BORROWINGS		
Unsecured loans from related parties	517.09	214.31
Term loan	161.59	256.12
Loan from NBFC	20.30	319.89
TOTAL	698.99	790.31

Term Loan from Bank

SBI Bank Limited (Outstanding Amount Term Loan - 1,97,10,346 and GECL Term Loan - 22,41,930) - Term Loan is secured against Industrial Land and Building in Plot No. F35 & F36 in Sy. No. 70 & 174, situated at FICCI-FLO, IP Sultanpur Limits, Ameerpur Mandal, Sangareddy admeasuring 7767 Sq. Meter in the name of M/s Innomet Advanced Materials Private Limited.

PARTICULARS	As at March 31, 2025	As at March 31, 2024
5.1. SHORT-TERM BORROWINGS		
Current Maturity of Term Loan	67.17	-
Current Maturity of Loan from NBFC	36.00	-
Working capital loan from bank	721.05	540.98
Working capital loan from NBFC	0.09	-
TOTAL	824.32	540.98

Working Capital Loan from Bank

SBI Bank Limited (Outstanding Amount - Rs. 2,41,52,018.9) - Cash Credit Facility secured against Hypothecation on all current assets of the Company.

SBI Bank Limited Loan outstanding amount Rs. 2,44,15,542.46 is secured against Fixed Deposit (TDR No. 43957589882)

Loan amounting Loan outstanding amount Rs. 1,89,12,039.03 is secured against Fixed Deposit (TDR No. 43957590682)

PARTICULARS	As at March 31, 2025	As at March 31, 2024
6. PROVISIONS		
LONG-TERM PROVISIONS		
Provision for gratuity	8.15	-
TOTAL	8.15	-
SHORT-TERM PROVISIONS		
Provision for gratuity	5.03	-
TOTAL	5.03	-

PARTICULARS	As at March 31, 2025	As at March 31, 2024
7. TRADE PAYABLE		
Total outstanding dues of micro, small & medium enterprises	271.27	204.34
Total outstanding dues of other than micro, small & medium enterprises	47.58	73.51
TOTAL	318.85	277.85

Trade payable ageing schedule due for payment

Particulars	Outstanding for following periods from due date of payment				
	Not due	Less than 1 year	1-2 years	2-3 years	More than 3 year
As at March 31, 2025					
(i) MSME	-	271.27	-	-	-
(ii) Others	-	43.15	4.43	-	-
(iii) Disputed dues - MSME	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-
	-	314.41	4.43	-	-

Particulars	Outstanding for following periods from due date of payment				
	Not due	Less than 1 year	1-2 years	2-3 years	More than 3 year
As at March 31, 2024					
(i) MSME	-	204.34	-	-	-
(ii) Others	-	73.51	-	-	-
(iii) Disputed dues - MSME	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-
	-	277.85	-	-	-

(This space has been intentionally left blank)

INNOMET ADVANCED MATERIALS LIMITED
Standalone Notes to financial statements for the year ended March 31, 2025
CIN : L27101TG2019PLC132262
All amounts in Indian Rupees Lakhs - unless otherwise stated
Details of dues to Micro, Small and Medium Enterprises as per Micro Small and Medium Enterprise Development Act, 2006

Particulars	31-Mar-25
The principal amount and the interest due thereon remaining unpaid to any supplier as at the end of each accounting year	
-- Principal amount	271.27
-- Interest thereon	Nil
The amount of interest paid by the buyer in terms of section 16, of the Micro Small and Medium Enterprise Development Act, 2006 along with the amounts of the payment made to the supplier beyond the appointed day during each accounting year	Nil
The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under Micro Small and Medium Enterprise Development Act, 2006.	Nil
The amount of interest accrued and remaining unpaid at the end of each accounting year; and	Nil
The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as	Nil

PARTICULARS	As at March 31, 2025	As at March 31, 2024
8. OTHER CURRENT LIABILITIES		
Accrued interest	0.76	-
Salary and wages payable	29.24	-
Income Tax Payable	-	106.49
Statutory obligations payable	19.24	12.54
Advances from customer	5.05	106.89
Expense payable	16.49	35.26
TOTAL	70.78	261.18

PARTICULARS	As at March 31, 2025	As at March 31, 2024
9. CURRENT TAX LIABILITY (NET)		
'Provision for tax net of advance tax & tax deducted at source	50.19	60.36
TOTAL	50.19	60.36

(This space has been intentionally left blank)

INNOMET ADVANCED MATERIALS LIMITED

Standalone Notes to financial statements for the year ended March 31, 2025

CIN : L27101TG2019PLC132262

All amounts in Indian Rupees Lakhs - unless otherwise stated

10. PROPERTY PLANT AND EQUIPMENT

Nature of fixed assets	Gross Block			Total as on 31/03/2025	Up to 31/03/2024	Depreciation		Up to 31/03/2025	Net Block	
	As on 01/04/2024	Additions during the year	Sale or transfer			Sale/ Transfer	For the Period		W.D.V as on 31/03/2025	W.D.V as on 31/03/2024
Tangible Assets:										
Land	137.92	-	-	137.92	-	-	-	-	137.92	137.92
Building	644.33	98.19	-	742.52	27.91	-	58.59	86.49	656.03	616.43
Electrical equipment	25.85	3.93	-	29.77	5.09	-	1.40	6.49	23.28	20.75
Plant & Machinery	642.86	477.66	-	1,120.52	134.83	-	104.35	239.19	881.34	508.02
Vehicle	51.58	-	-	51.58	18.76	-	8.50	27.25	24.32	32.82
Computers	7.87	2.11	-	9.98	6.03	-	0.79	6.82	3.16	1.84
Furniture and Fixtures	3.72	1.56	-	5.28	1.83	-	0.71	2.54	2.74	1.88
Office equipment	7.00	1.62	-	8.62	6.65	-	1.34	7.99	0.63	0.35
Intangible Assets										
Trademark	198.36	-	-	198.36	-	-	7.95	7.95	190.41	198.36
Total	1,719.49	585.06	-	2,304.55	201.10	-	183.62	384.72	1,919.83	1,518.38
Capital work-in-progress	41.43	183.27	41.43	183.27	-	-	-	-	183.27	41.43

10.1 CAPITAL WORK-IN-PROGRESS

Particular	Amount in CWIP for a period of			Total
	Less than 1 year	1-2 years	2-3 years	
Project in progress	183.27	-	-	183.27

INNOMET ADVANCED MATERIALS LIMITED
Standalone Notes to financial statements for the year ended March 31, 2025
CIN : L27101TG2019PLC132262
All amounts in Indian Rupees Lakhs - unless otherwise stated

PARTICULARS	As at March 31, 2025	As at March 31, 2024
<u>11. LOAN AND ADVANCES</u>		
<u>NON-CURRENT</u>		
Capital advances	3.75	-
Prepaid expense	150.00	-
TOTAL	153.75	-
<u>CURRENT</u>		
Advance to employees	13.78	26.82
TOTAL	13.78	26.82

PARTICULARS	As at March 31, 2025	As at March 31, 2024
<u>12. OTHER ASSETS</u>		
<u>NON CURRENT</u>		
Security Deposit	30.46	15.04
Margin money for bank guarantee	11.69	7.10
TOTAL	42.15	22.13
<u>CURRENT</u>		
Advances to suppliers	50.69	52.18
Advances for expenses	10.10	-
GST Input	261.59	-
Prepaid expenses	514.03	80.43
Deposits with remaining maturity period of more than 3 months but up to 12 months	800.00	-
Other current assets	135.20	223.40
TOTAL	1,771.62	356.00

PARTICULARS	As at March 31, 2025	As at March 31, 2024
<u>13. DEFERRED TAX</u>		
Deffered tax assets- opening	-	-
Add/(Less): created/utilised during the year	0.76	-
TOTAL	0.76	-

(This space has been intentionally left blank)

INNOMET ADVANCED MATERIALS LIMITED
Standalone Notes to financial statements for the year ended March 31, 2025
CIN : L27101TG2019PLC132262
All amounts in Indian Rupees Lakhs - unless otherwise stated

PARTICULARS	As at March 31, 2025	As at March 31, 2024
14. TRADE RECEIVABLES		
Unsecured		
Current		
Trade receivables considered good	635.60	351.89
Trade receivables considered doubtful	-	-
Trade receivables (Gross)	635.60	351.89
Less: Impairment allowance for trade receivables - Credit Impaired	-	-
Trade Receivables Unbilled	-	-
Trade receivables (Net)	635.60	351.89

Trade receivables Ageing as on 31 March 2025

Particulars	Outstanding for following periods from due date of payment					
	Not due	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years
(i) Undisputed Trade Receivables - considered good	-	509.80	80.07	14.59	31.14	-
(ii) Undisputed Trade Receivables - which have significant increase in credit risk	-	-	-	-	-	-
(iii) Undisputed Trade Receivables - Credit Impaired	-	-	-	-	-	-
(iv) Disputed Trade Receivables - considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables - which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables - Credit Impaired	-	-	-	-	-	-
Less:- Allowance for credit risk	-	-	-	-	-	-
Total trade receivable	-	509.80	80.07	14.59	31.14	-

Trade receivables Ageing as on 31 March 2024

Particulars	Outstanding for following periods from due date of payment					
	Not due	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years
(i) Undisputed Trade Receivables - considered good	-	306.16	14.59	31.14	-	-
(ii) Undisputed Trade Receivables - which have significant increase in credit risk	-	-	-	-	-	-
(iii) Undisputed Trade Receivables - Credit Impaired	-	-	-	-	-	-
(iv) Disputed Trade Receivables - considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables - which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables - Credit Impaired	-	-	-	-	-	-
Less:- Allowance for credit risk	-	-	-	-	-	-
Total trade receivable	-	306.16	14.59	31.14	-	-

PARTICULARS	As at March 31, 2025	As at March 31, 2024
15. CASH AND BANK BALANCES		
Cash and cash equivalents		
Balances with scheduled banks :		
- Current accounts	2.13	1.43
- EEFC accounts	9.72	-
- Cash in hand	0.11	0.16
TOTAL	11.96	1.59

(This space has been intentionally left blank)

INNOMET ADVANCED MATERIALS LIMITED

Standalone Notes to financial statements for the year ended March 31, 2025

CIN : L27101TG2019PLC132262

All amounts in Indian Rupees Lakhs - unless otherwise stated

PARTICULARS	Year Ended March 31, 2025	Year Ended March 31, 2024
<u>16. REVENUE FROM OPERATIONS</u>		
Sale of Goods	3,252.48	2,489.58
TOTAL	3,252.48	2,489.58

PARTICULARS	Year Ended March 31, 2025	Year Ended March 31, 2024
<u>17. OTHER INCOME</u>		
Interest income on - Fixed deposit	31.57	57.20
Export incentive	2.82	1.56
Foreign exchange fluctuation	1.24	0.36
Miscellaneous Income	2.99	-
TOTAL	38.61	59.12

PARTICULARS	Year Ended March 31, 2025	Year Ended March 31, 2024
<u>18. COST OF MATERIAL CONSUMED</u>		
Opening stock of raw material & Consumables	108.13	91.80
Add: Domestic purchase	2,596.87	1,618.82
Less: Closing Stock of raw material & consumables	456.32	108.13
TOTAL	2,248.68	1,602.50

PARTICULARS	Year Ended March 31, 2025	Year Ended March 31, 2024
<u>19. Change in inventory</u>		
Opening inventories	948.83	819.84
Closing inventories	919.60	948.83
Prior period adjustment (Refer Note no. 4)	286.69	-
Change in inventory	(257.46)	(128.99)

PARTICULARS	Year Ended March 31, 2025	Year Ended March 31, 2024
<u>19.1 Inventory</u>		
Raw material	376.47	52.65
Consumables	79.85	55.48
Semi-finished goods	709.22	742.56
Finished goods	210.38	206.26
Change in inventory	1,375.92	1,056.95

PARTICULARS	Year Ended March 31, 2025	Year Ended March 31, 2024
<u>20. EMPLOYEE BENEFIT EXPENSES</u>		
Salaries, wages & bonus	171.29	128.99
Employee contribution to provident and other fund	10.34	6.86
Staff welfare expenses	80.03	43.32
TOTAL	261.66	179.17

(This space has been intentionally left blank)

INNOMET ADVANCED MATERIALS LIMITED

Standalone Notes to financial statements for the year ended March 31, 2025

CIN : L27101TG2019PLC132262

All amounts in Indian Rupees Lakhs - unless otherwise stated

PARTICULARS	Year Ended March 31, 2025	Year Ended March 31, 2024
<u>21. DEPRECIATION</u>		
Depreciation expenses	175.67	38.75
Amortisation expenses	7.96	-
	183.63	38.75
<u>22. FINANCE COST</u>		
Interest expenses	95.86	117.55
Bank charges	4.20	11.69
Other charges	0.25	0.53
	100.31	129.77
<u>23. OTHER EXPENSES</u>		
Electricity, power & water expenses	84.78	83.32
Legal and professional fees	102.65	55.95
Insurance charges	2.70	3.70
Job work charges	91.56	86.45
Miscellaneous expenses	10.53	7.39
Commission	0.62	3.40
Discount	-	0.25
Courier & Transportation	23.82	14.97
Audit fees	2.75	3.22
Printing and stationery	3.62	2.54
Repair and maintainence	24.19	18.44
Bad debts	-	0.20
Business promotion expenses	18.70	-
Rent	1.10	9.45
Technical charges	8.18	1.91
Rates & Taxes	3.77	0.83
Late payment charges	7.28	17.67
Travelling and conveyance	28.59	4.23
Office expenses	1.27	-
Advertisement Expenses	46.78	64.42
Fees & Charges	20.97	13.53
Subscription	5.25	4.89
Donation	1.86	2.20
Telephone expenses	2.58	2.20
	493.53	401.16

(This space has been intentionally left blank)

INNOMET ADVANCED MATERIALS LIMITED

Standalone Notes to financial statements for the year ended March 31, 2025

CIN : L27101TG2019PLC132262

All amounts in Indian Rupees Lakhs - unless otherwise stated

24. Related party disclosures**Names of related parties and related party relationship****Key Managerial personnel and relatives of KMP**

Saritha Devi Chilakapati
Vinay Choudary Chilakapati
Lakshmi Kanthamma Chilakapati
Vijay Raidu
Aanchal Sethia
Prasad Innovations
Prasad Engineering Works
Keerthi Enterprises

Summary of transaction with related parties

Name of Related Parties	Relationship	Nature of transaction	As at 31st March 2025	As at 31st March 2024
Saritha Devi Chilakapati	WTD & CFO	Loan received	320.00	-
Saritha Devi Chilakapati	WTD & CFO	Loan re-paid	148.98	3.25
Saritha Devi Chilakapati	WTD & CFO	ESOP issued	-	21.05
Saritha Devi Chilakapati	WTD & CFO	Share issued	-	243.59
Saritha Devi Chilakapati	WTD & CFO	Managerial Remuneration	18.00	24.00
Vinay Choudary Chilakapati	Managing Director	ESOP issued	-	52.63
Vinay Choudary Chilakapati	Managing Director	Loan received	-	45.00
Vinay Choudary Chilakapati	Managing Director	Loan re-paid	33.19	-
Vinay Choudary Chilakapati	Managing Director	Managerial Remuneration	25.50	30.00
Lakshmi Kanthamma Chilakapati	Director	Share issued	-	253.53
Lakshmi Kanthamma Chilakapati	Director	Loan received	324.57	100.00
Lakshmi Kanthamma Chilakapati	Director	Loan re-paid	30.50	60.00
Vijay Raidu	Relative of Director	Loan re-paid	117.31	-
Aanchal Sethia	Company Secretary	Salary	3.60	2.07
Prasad Innovations	Proprietorship firm of the director of the company	Purchase	50.51	56.73
Prasad Engineering Works	Proprietorship firm of the director of the company	Purchase of fixed assets	-	22.08
Keerthi Enterprises	Proprietorship firm of the director of the company	Purchase of fixed assets	17.11	112.31

(This space has been intentionally left blank)

INNOMET ADVANCED MATERIALS LIMITED**Standalone Notes to financial statements for the year ended March 31, 2025****CIN : L27101TG2019PLC132262****All amounts in Indian Rupees Lakhs - unless otherwise stated****Balance outstanding at the end of year**

Name of Related Parties	Relationship	Nature of transaction	As at 31st March 2025	As at 31st March 2024
Saritha Devi Chilakapati	WTD & CFO	Loan payable	176.90	0.61
Lakshmi Kanthamma Chilakapati	Director	Loan payable	340.19	46.12
Vinay Choudary Chilakapati	Managing Director	Loan receivable	0.71	(32.48)
Vijay Raidu	Relative of Director	Loan payable	-	117.31
Keerthi Enterprises	Proprietorship firm of the director of the company	Accounts Payable	-	8.72
Prasad Engineering Works	Proprietorship firm of the director of the company	Accounts Payable	-	2.73
Prasad Innovations	Proprietorship firm of the director of the company	Accounts Payable	1.54	4.68

(This space has been intentionally left blank)

INNOMET ADVANCED MATERIALS LIMITED**Standalone Notes to financial statements for the year ended March 31, 2025****CIN : L27101TG2019PLC132262****All amounts in Indian Rupees Lakhs - unless otherwise stated****25 Contingent Liabilities**

	31 March 2025	31 March 2024
Claims against the Company not acknowledged as debts*		
Bank Guarantee	10.21	19.78

26 Capital and Other Commitments:

At March 31, 2025, the Company has commitments of Rs. Nil (March 31, 2024: Rs. Nil) relating to completion of capital projects.

27 Earnings in Foreign Currency (accrual basis)

	31 March 2025	31 March 2024
Sale of Goods	316.96	213.86
Total	Nil	Nil

28 Expenditure in Foreign Currency (accrual basis)

	31 March 2025	31 March 2024
Fixed assets	17.10	9.06
Raw material	1.79	-
Services	6.40	14.92
Total	25.29	23.98

29 Value of Consumption of Imported and Indigenous Raw Materials, Spares and the Percentage of the total Consumption

Particular	2024-25 (INR)	204-25 (%)	2023-24 (INR)	2023-24 (%)
(A) Raw Material				
Indigenous	2,170.20	96.51%	1,517	94.66%
Imported	1.79	0.08%	-	-
(B) Stores & Spares				
Indigenous	76.69	3.41%	85.65	5.34%
Imported	-	-	-	-
(C) Components				
Indigenous	-	-	-	-
Imported	-	-	-	-

30 Financial Ratios

Ratio	Numerator	Denominator	Current period	Previous period	% variance	Reason for variance
(a) Current ratio	Current assets	Current liabilities	3.00	1.57	91%	As increase in current assets during the year
(b) Debt-equity ratio	Borrowings+ Interest Accrued	Total Equity	0.37	0.90	-59%	As increased in the equity for the current year
(c) Debt service coverage ratio	Earning for Debt Service	Interest	3.60	3.51	2%	NA
(d) Return on equity ratio	Net Profits before taxes	Average Shareholder's Equity	0.09	0.30	-69%	As company issued the shares during the year
(e) Inventory turnover ratio	Cost of goods sold OR sales	Average Inventory	2.67	2.53	6%	NA

(f) Trade receivables turnover ratio	Net Credit Sales	Avg. Accounts Receivable	6.59	9.84	-33%	As accounts receivable is increased for the year
(g) Trade payables turnover ratio	Net Credit Purchases	Average Trade Payables	8.70	7.33	19%	NA
(h) Net capital turnover ratio	Net Sales	Working Capital	1.28	3.81	-66%	As increase in current assets during the year
(i) Net profit ratio	Net profit	Net Sales	5.74%	10.12%	-43%	Decreased in the profit during the year
(j) Return on capital employed	Earning before interest and taxes	Capital Employed	7%	20%	-63%	Decreased in the profit during the year
(k) Return on investment	Market Value	Initial investment	NA	NA	NA	NA

Note no 1- Please note that variance below 25% has not been explained.

31 DISCLOSURE REQUIRED BY ACCOUNTING STANDARD - 15 "EMPLOYEE BENEFITS"

[1] PROVISION FOR GRATUITY

(A) DEFINED BENEFIT PLAN KEY ACTUARIAL ASSUMPTIONS:

Particulars	As at 31st March 2025	As at 31st March 2024
Discount Rate	6.75%	-
Salary Growth Rate	5.00%	-
Mortality	IALM 2012-14	-
Expected rate of return	0.00%	-
Attition/Withdrawal Rate (per annum)	10.00%	-

(B) EXPENDITURE RECOGNITION DURING THE

Particulars	As at 31st March 2025	As at 31st March 2024
Period	31-03-2025	-
Current Liability (Short Term)	Rs. 5,02,920	-
Non Current Liability (Long Term)	Rs. 8,15,276	-
Total Liability	Rs. 13,18,196	-

32 Other Statutory Information

- (i) The Company has not recorded any transaction with the companies that has been struck off from the registrar of companies (ROC) during the period.
 - (ii) The Company do not have any Benami property, where any proceeding has been initiated or pending against the Company for holding any Benami property.
 - (iii) The Company have not traded or invested in Crypto currency or Virtual Currency during the financial period.
 - (iv) The Company have not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities
 - a) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.
 - b) 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
 - (v) The Company have not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party).
- The Company have not any such transaction which is not recorded in the books of accounts that has been surrendered or
- (vi) disclosed as income during the period in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961.

(vii) The Company has implemented an automated system for preparing and maintaining the fixed assets register in the financial year 2024-25, and noted that due to the incorrect estimate of life of assets and incorrect calculation, depreciation amounting to Rs. 27.47 Lakhs has been under charged.

In order to correct the above discrepancy, the Company increased the accumulated depreciation amounting to Rs. 27.47 Lakhs through reserve and surplus account (**As mentioned in Notes no. 4 to financial statements**) in the current financial year.

(viii) The Company has incorrectly valued the inventory amounting to Rs. 286.68 Lakhs as on March 31, 2024 by considering the cost including Goods and Services Tax instead of only cost. Also the Semi-finished and finished goods were incorrectly valued at market price instead of cost or market value, whichever is lower.

The company has corrected this discrepancy in current financial year by adjusting value of change in inventory and reserve and surplus (**Refer Notes no. 4 to financial statement**)

(vii) The Company have 2 product segment i.e. Metal powder and tungsten heavy alloy, therefore segment reporting is applicable but except the revenue from operation the company has not maintained the data for the segment reporting, however from the financial year 2025-26 the company have implemented the system for the maintaining the segment wise data of Profit and loss, Assets, Liabilities and revenue.

Segment revenue of the company is as per the below

Particular	As at 31st March 2025	As at 31st March 2024
1. Segment Revenue		
a) Metal Powder	2,550.97	1,973.64
b) Tungsten heavy alloy	701.53	515.95
Total	3,252.50	2,489.58

33 Previous Year Comparatives

Previous year figures are re-grouped wherever necessary.

Summary of significant accounting policies 2

The accompanying notes 1 to 33 form an integral part of these financial statements.

**As per our report of even date
For CND & Associates
Chartered Accountants
(Firm Registration No. 030019N)**

Sd/-
**Rohit Dhingra
(Partner)
M. No. 519740**

**Place : Delhi
Date: May 29, 2025
UDIN: 25519740BMIHYJ6428**

**For and on behalf of the Board of Directors of
Innomet Advanced Materials Limited**

Sd/-
**Vinay Choudary Chilakapati
Managing Director
DIN: 08444644**

Sd/-
**Aanchal Sethia
Company Secretary
M. No. 58422**

Sd/-
**Saritha Devi Chilakapati
Whole-Time Director &
Chief Financial Officer
DIN: 08432017**