INDEPENDENT AUDITOR'S REPORT ON COMPONENT'S FINANCIAL INFORMATION

To M S K A & Associates

Pennar Industries Limited group auditor

Opinion

We have audited, for the purposes of your audit of the consolidated financial statements of Pennar Industries Limited ('the Group' or 'the holding company'), the accompanying financial information of Pennar Global Inc. ('the Component' or 'the Company') which comprise the Balance Sheet as at March 31st 2025, and the Statement of Profit and Loss, [including Other Comprehensive Income, Statement of Changes in Equity] and Statement of Cash Flows for the year then ended, and notes to the financial information, including material/ significant accounting policy information (hereinafter referred to as the "financial information").

In our opinion, the accompanying special purpose financial statements of the Company for the year ended 31st March 2025 are prepared in all material respects, in accordance with Section 133 of the companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India.

Basis for Opinion

We conducted our audit based on the scope of our work performed in accordance with your instructions using [Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013 ('the Act') / issued by the Institute of Chartered Accountants of India ('ICAI')/ International Standards on Auditing (ISAs) required by those auditing standards. Our responsibilities under those Standards are further described in the Component Auditor's Responsibilities for the Audit of the Financial Information section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the ICAI ("Code of Ethics") together with ethical requirements that are relevant to our audit of the financial information under the provisions of the Companies Act, 2013 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.

Responsibilities of Component's Management and Those charged with Governance for the Financial Information

The Management is responsible for the preparation of these financial information in accordance with financial reporting provisions of accounting principles generally accepted in India, including the accounting standards specified under section 133 of the Act and for such internal control as management determines is necessary to enable the preparation of the special purpose financial statements that are free from material misstatement, whether due to fraud or error.

SRI RAMCHANDRA ARCADE, D.No.8-2-293/82/JIII/573/M/ 1st Floor, Road No.82, Jubilee Hills, Hyderabad - 500096. Ph: 23394982/85, E-mail: rkandco@gmail.com, Website : www.rkandco.in

APPENDIX P

In preparing the financial information, Component's management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless Management either intends to liquidate the Company or to cease operations or has no realistic alternative but to do so.

Those Charged with Governance are responsible for overseeing the Company's financial reporting process.

Component Auditor's Responsibilities for the Audit of the Financial Information

Our objectives are to obtain reasonable assurance about whether the financial information 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 will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial information.

We have Audited the Following Subsidiaries.

Pennar Global metals LLC
Ascent Buildings LLC
Pennar Global Investments LLC
Pennar American Engineering LLC
Pennar American Hydraulics, LLC

The Financial information of 5 Subsidiaries included in the Consolidated audited financial information of the entities included in the Group, whose information reflects total revenues of $ 3,98,930, $ 7,42,39,158, nil, nil, nil(Revenue from Operations Only) and total net profit after tax of $ 1,20,799, $ 38,87,694, nil, nil, nil (Net Profit after Tax Considered) for the year ended March 31st, 2025, as considered in the respective Consolidated audited financial information of the entities included in the Group.

We give in "Annexure A" a detailed description of Component Auditor's responsibilities for Audit of the Financial Information.

For Ramasamy Koteswara Rao and Co LLP

Chartered Accountants

ICAI Firm Registration No: 010396S/S200084

Ramasamy Koteswara Rao and Co. LLP
Chartered Accountants
Firm Re. 010396S/
S200084

Murali Krishna Reddy Telluri

Partner

Membership No: 223022

UDIN: 25223022BMJKDL7035

Place: Hyderabad

Date: 28-05-2025

ANNEXURE A TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON COMPONENT'S FINANCIAL INFORMATION

Auditor's Responsibilities for the Audit of Component's Financial Information

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

- Identify and assess the risks of material misstatement of the financial information, 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, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.

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

- Conclude on the appropriateness of component's management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial information 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.

- Obtained sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group and its associates and jointly controlled entities to express an opinion on the consolidated financial information. We are responsible for the direction, supervision and performance of the audit of the financial information of such entities included in the consolidated financial information of which we are the independent auditors.

Ramasamy Koteswara Rao and Co. LLP
Chartered Accountants
Firm Re. 010396S/S200084

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.

For Ramasamy Koteswara Rao and Co LLP

Chartered Accountants

ICAI Firm Registration No: 010396S/S200084.

Murali Krishna Reddy Telluri

Partner

Membership No.: 223022

UDIN: 25223022BMJKDL7035

Place: Hyderabad

Date: 28-05-2025

INDEPENDENT AUDITOR'S REVIEW REPORT

To the Members of
Pennar Global Inc.

1. We have reviewed the accompanying Consolidated Ind AS financial statements of **Pennar Global Inc** ("the Entity"), which comprise the Consolidated Balance Sheet as at March 31st, 2025 and the Consolidated Statement of Profit and Loss for the Period ended March 31st, 2025 (hereinafter referred to as "Consolidated Ind AS financial statements"). These Reviewed Consolidated Financial Statements is issued only for the limited purpose of incorporating in Consolidated Financial Statements of its Holding Company Pennar Industries Limited.

2. This Ind AS Consolidated financial statements which is the responsibility of the Company's Management and approved by the Board of Directors of Pennar Industries Limited, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Consolidated Ind AS financial statements based on our review.

3. We conducted our review of the Consolidated Ind AS financial statements in accordance with the Standard on Review Engagements (SRE) 2410 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity', issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Consolidated Ind AS financial statements are free of material misstatement. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.

4. This statement includes the financial statements of the following entities:
   Pennar Global metals LLC
   Ascent Buildings LLC
   Pennar Global Investments LLC
   Pennar American Engineering LLC
   Pennar American Hydraulics, LLC

5. Based on our review conducted as stated above, nothing has come to our attention that causes us to believe that the accompanying Consolidated Ind AS financial statements, prepared in accordance with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India, or that it contains any material misstatement.

Ramasamy Koteswara Rao and Co. LLP
Chartered Accountants
Firm Re. 010396S/S200084

6. The accompanying statement includes the financial results and other financial information, in respect of Five subsidiaries whose financial results and other financial information are as follows:

S.No	Name of the Company	Quarter Ended 31/03/2025	FY 2024-25
1.	Pennar Global Metals LLC		
	-Revenue from Operations	$ 42,548	$ 3,98,930
	-Net Profit/(Loss)	$ (54,499)	$ 1,20,799
2.	Ascent Buildings LLC		
	-Revenue from Operations	$ 2,08,41,217	$ 7,42,39,158
	-Net Profit/(Loss)	$ 12,58,421	$ 38,87,694
3.	Pennar Global Investments LLC		
	-Revenue from Operations	Nil	Nil
	-Net Profit/(Loss)	Nil	Nil
4.	Pennar American Engineering LLC		
	-Revenue from Operations	Nil	Nil
	-Net Profit/(Loss)	Nil	Nil
5.	Pennar American Hydraulics LLC		
	-Revenue from Operations	Nil	Nil
	-Net Profit/(Loss)	Nil	Nil

The financial information of these Subsidiaries has been reviewed by us. We don't express any opinion.

Our conclusion on the statement is not modified in respect of the above matter.

For Ramasamy Koteswara Rao and Co LLP
Chartered Accountants
FRN.No.010396S/S200084

Ramasamy Koteswara Rao and Co. LLP
Chartered Accountants
Firm Re. 010396S/
S200084

(Murali Krishna Reddy Telluri)
Partner
Membership No: 223022
UDIN: 25223022BMJKDK3067

Place: Hyderabad
Date: 28-05-2025

Pennar Global Inc
Consolidated Balance Sheet as at March 31, 2025
(All amounts are in USD unless otherwise stated)

Particulars	Note	As at March 31, 2025	As at March 31, 2024
ASSETS			
Non-current assets			
Property, plant and equipment	1	86,70,121	55,75,748
Capital work-in-progress	1	17,30,827	44,31,670
Right-of-use Assets	2.1	42,06,318	43,53,439
Other intangibles	1	-	21,101
Financial Asset			
Other financial Asset	6	3,50,000	7,50,000
Total Non-current assets		**1,49,57,266**	**1,51,31,958**
Current assets			
Inventories	3	24,91,950	23,89,100
Financial assets			
(a) Trade receivables	4	1,27,67,114	1,22,32,004
(b) Cash and cash equivalents	5	1,42,46,417	97,95,912
(c) Other financial assets	6	-	-
Other current assets	7	2,32,387	4,18,581
Total Current assets		**2,97,37,868**	**2,48,35,597**
Total Assets		**4,46,95,134**	**3,99,67,555**
EQUITY AND LIABILITIES			
Equity			
Equity share capital	8	51	50
Other equity	9	2,41,15,177	1,98,22,686
Total equity		**2,41,15,228**	**1,98,22,736**
Non Current Liabilities			
Deffered Tax	14.3	10,54,000	-
Financial liabilities			
(a) Lease Liability	2.2	-	7,17,497
Total Non-current Liabilities		**10,54,000**	**7,17,497**
Current Liabilities			
Financial liabilities			
(a) Borrowings	10	45,804	35,46,282
(b) Trade payables	11	94,39,013	1,02,03,394
(c) Lease Liabilities	2.2	7,57,595	7,55,402
(d) Other financial liabilities	12	37,95,529	31,33,795
Other current Liabilities	13	51,35,193	8,26,969
Income tax liabilities (net)	14.2	3,52,772	9,61,480
Total Current liabilities		**1,95,25,906**	**1,94,27,322**
Total Liabilities		2,05,79,906	2,01,44,819
Total Equity and Liabilities		**4,46,95,134**	**3,99,67,555**

In terms of our report attached

For Ramasamy Koteswara Rao and Co LLP
Chartered Accountants
FRN.No.010396S/S200084

Ramasamy Koteswara Rao and Co. LLP Chartered Accountants Firm Re. 010396S/ S200084

Murali Krishna Reddy Telluri
Partner
Membership No: 223022

Place: Hyderabad
Date: 28-05-2025

For and behalf of Pennar Global Inc

PENNAR GLOBAL INC

Aditya N Rao
Director

Pennar Global Inc

Consolidated Statement of profit and loss for year ended 31 March 2025

(All amounts are in USD unless otherwise stated)

Particulars	Note	For the year ended 31st March 2025	For the year ended 31st March 2024
INCOME			
Revenue from operations	15	8,18,56,862	8,86,11,959
Other income	16	9,51,993	7,88,730
Total income (i)		**8,28,08,855**	**8,94,00,689**
EXPENSES			
Cost of material consumed	17	4,08,17,540	4,47,79,352
Purchase of traded goods	18	29,29,736	41,40,172
Change in inventories of finished goods, Stock-in-trade	19	33,119	18,50,510
Employee benefits expense	20	1,81,12,937	1,76,37,376
Finance Cost	21	3,21,228	6,51,218
Depreciation and amortisation expense	22	14,98,053	12,17,153
Other expenses	23	1,44,45,015	1,27,58,111
Total expenses (ii)		**7,81,57,628**	**8,30,33,892**
Profit before tax [(iii)=(i)-(ii)]		**46,51,227**	**63,66,797**
Tax expense			
Current tax	14.1	1,00,075	15,38,034
Deferred tax	14.1	10,54,000	-
Total tax expense (iv)		**11,54,075**	**15,38,034**
Profit for the year after tax [(v)=(iii)-(iv)]		**34,97,152**	**48,28,763**
Basic & Diluted		686	966

In terms of our report attached

For Ramasamy Koteswara Rao and Co LLP
Chartered Accountants
FRN.No.010396S/S200084

Ramasamy Koteswara Rao and Co. Chartered Accountants Firm Re. 010396S/S200084

Murali Krishna Reddy Telluri
Partner
Membership No: 223022

Place: Hyderabad
Date: 28-05-2025

For and behalf of Pennar Global Inc

PENNAR GLOBAL INC Pennar

Aditya N Rao
Director

Pennar Global Inc

Consolidated Statement of profit and loss for year ended 31 March 2025

(All amounts are in USD unless otherwise stated)

Particulars	Note	Quarter ended			For the year ended 31st March 2025	For the year ended 31st March 2024
		31-Mar-25	31-Dec-24	31-Mar-24		
INCOME						
Revenue from operations	15	2,24,33,917	2,28,26,132	2,18,07,971	8,18,56,862	8,86,11,959
Other income	16	1,03,209	1,54,807	5,35,320	9,51,993	7,88,730
Total income (i)		**2,25,37,126**	**2,29,80,938**	**2,23,43,290**	**8,28,08,855**	**8,94,00,689**
EXPENSES						
Cost of material consumed	17	1,10,63,163	1,22,23,139	1,04,83,254	4,08,17,540	4,47,79,352
Purchase of traded goods	18	(21,495)	5,13,947	11,93,875	29,29,736	41,40,172
Change in inventories of finished goods, Stock-in-trade	19	1,21,033	(1,05,892)	5,78,079	33,119	18,50,510
Employee benefits expense	20	47,67,718	50,85,054	45,12,540	1,81,12,937	1,76,37,376
Finance Cost	21	71,093	79,695	1,20,970	3,21,228	6,51,218
Depreciation and amortisation expense	22	3,81,743	3,75,027	3,04,213	14,98,053	12,17,153
Other expenses	23	46,80,133	36,26,360	34,16,220	1,44,45,015	1,27,58,111
Total expenses (ii)		**2,10,63,387**	**2,17,97,329**	**2,06,09,151**	**7,81,57,628**	**8,30,33,892**
Profit before tax [(iii)=(i)-(ii)]		**14,73,738**	**11,83,609**	**17,34,139**	**46,51,227**	**63,66,797**
Tax expense						
Current tax	14.1	(5,96,297)	1,97,902	4,58,268	1,00,075	15,38,034
Deferred tax	14.1	10,54,000	-	-	10,54,000	-
Total tax expense (iv)		**4,57,703**	**1,97,902**	**4,58,268**	**11,54,075**	**15,38,034**
Profit for the year after tax [(v)=(iii)-(iv)]		**10,16,036**	**9,85,707**	**12,75,871**	**34,97,152**	**48,28,763**
Basic & Diluted		199	193	255	686	966

In terms of our report attached

For Ramasamy Koteswara Rao and Co LLP
Chartered Accountants
FRN.No.010396S/S200084

Ramasamy Koteswara Rao and Co. LLP
Chartered Accountants
Firm Re. 010396S/S200084

Murali Krishna Reddy Telluri
Partner
Membership No: 223022

Place: Hyderabad
Date: 28-05-2025

For and behalf of Pennar Global Inc

Aditya N Rao
Director

Pennar Global Inc
Consolidated Statement of cashflow for the year ended 31 March 2025
(All amounts are in USD unless otherwise stated)

Particulars	For the year ended March 31 2025	For the year ended March 31 2024
CASH FLOWS FROM OPERATING ACTIVITIES:		
Net profit before tax	46,51,227	63,66,797
Adjustments for :		
Property plant and Equipment written off		
Finance cost	3,21,228	6,51,218
Depreciation	14,98,053	10,88,488
Operating profits before working capital charges	64,70,508	81,06,503
Changes in operating assets and liabilities:		
Adjustments for (increase) / decrease in operating assets:		
Trade receivables	(5,35,110)	(60,42,767)
Inventories	(1,02,850)	16,22,141
Other financial Asset	4,00,000	1,50,000
Other current asset	1,86,193	(58,964)
Adjustments for increase / (decrease) in operating liabilities:		
Trade payables	(7,64,387)	29,67,652
Other financial liabilities	7,51,818	(28,47,234)
Other Current Liabilities	43,08,224	(17,68,853)
Lease Liability		
Cash generated from operations	1,07,14,395	21,28,478
Income taxes paid	(7,08,774)	(18,31,096)
Net cash flow generated in operating activities (A)	**1,00,05,621**	**2,97,382**
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchase of fixed assets	(17,23,361)	(34,44,440)
Net cash used in investing activities (B)	**(17,23,361)**	**(34,44,440)**
CASH FLOWS FROM FINANCING ACTIVITIES:		
Proceeds from issue of share	7,95,339	-
Payment of Interest on borrowings	(3,26,616)	(3,52,071)
Repayment of shorterm borrowing	(35,00,479)	(44,026)
Payment of Lease laibility	(8,00,000)	(8,00,000)
Net Cash flow generated financing activities (C)	**(38,31,756)**	**(11,96,097)**
Net increase / (decrease) in cash and cash equivalents (A+B+C)	44,50,505	(43,43,155)
Cash and cash equivalents at the beginning of the year	97,95,912	1,41,39,067
Cash and cash equivalents at the end of the year	**1,42,46,417**	**97,95,912**
Cash and cash equivalents comprises of: (Refer Note 5)		
Cash on hand	-	-
Balances with Banks		
- in current accounts	1,42,46,417	97,95,912
	1,42,46,417	**97,95,912**

In terms of our report attached

For Ramasamy Koteswara Rao and Co LLP
Chartered Accountants
FRN.No.010396S/S200084

Ramasamy Koteswara Rao and Co. LLP Chartered Accountants Firm Re. 010396S/ S200084

Murali Krishna Reddy Telluri
Partner
Membership No: 223022

For and behalf of Pennar Global Inc

PENNAR GLOBAL INC. Pennar

Aditya N Rao
Director

Place: Hyderabad
Date: 28-05-2025

Pennar Global Inc
Consolidated Statement of changes in equity for the peirod ended March 31 2025
(All amounts are in USD unless otherwise stated)

A. Equity share capital

Particulars	No of shares	Amount
Balance at April 01, 2023	4,000	40.00
Changes in equity share capital during the Year	1,000	10.00
Balance at March 31, 2024	**5,000**	**50.00**
Balance at April 01, 2024	5,000	50.00
Changes in equity share capital during the Year	**95**	**0.95**
Balance at March 31, 2025	**5,095**	**50.95**

B. Other equity

Particulars	Securities premium	Retained earnings	Total
Balance at April 01, 2023	12,34,960	53,87,052	66,22,012
Profit for the period	83,71,911	48,28,763	1,32,00,674
Balance at March 31, 2024	**96,06,871**	**1,02,15,815**	**1,98,22,686**
Balance at April 01, 2024	96,06,871	1,02,15,815	1,98,22,686
Profit for the period	7,95,339	34,97,152	42,92,491
Balance at March 31, 2025	**1,04,02,210**	**1,37,12,967**	**2,41,15,177**

In terms of our report attached

For Ramasamy Koteswara Rao and Co LLP
Chartered Accountants
FRN.No.010396S/S200084

Murali Krishna Reddy Telluri
Partner
Membership No: 223022

Place: Hyderabad
Date: 28-05-2025

For and behalf of Pennar Global Inc

Aditya N Rao
Director

Movement in the carrying amount of property, plant and equipment is as below:

1. Property, plant and equipment

Particulars	As at 31-Mar-25	As at 31-Mar-24
Carrying amounts of:		
Buildings	19,91,547	17,92,429
Plant and equipment	61,28,174	32,06,470
Computers	13,593	22,177
Office equipment	61,347	1,00,092
Furniture and fixtures	2,08,721	1,29,851
Vehicles	2,66,739	3,24,729
Total	**86,70,121**	**55,75,748**
Intangibles		
Software	-	21,101
	-	**21,101**
Capital works-in-progress	17,30,827	44,31,670
Total	**17,30,827**	**44,31,670**

Notes:
Movement in the carrying amounts of property, plant and equipment is as below:

Particulars	Buildings	Plant and equipment	Computers	Office equipment	Furniture and fixtures	Vechicle	Total PPE	Intangibles Software	Total
I. Cost									
Balance as at April 01, 2023	17,13,297	40,96,346	42,925	1,93,723	2,45,035	4,73,539	67,64,865	1,08,518	68,73,383
Additions	6,56,432	4,91,787	-	-	-	-	11,48,219	-	11,48,219
Disposals/adjustments/write offs							-	-	-
Balance as at March 31, 2024	23,69,729	45,88,133	42,925	1,93,723	2,45,035	4,73,539	79,13,084	1,08,518	80,21,602
Additions	5,16,981	37,55,961	-	-	1,11,720	45,866	44,30,528	-	44,30,528
Disposals/adjustments/write offs	-	-6,324	-	-	-	-	(6,324)	-	-6,324
Other adjustments	-	-	-	-	-	-	-	-	-
Balance as at March 31, 2025	28,86,710	83,37,771	42,925	1,93,723	3,56,755	5,19,405	1,23,37,288	1,08,518	1,24,45,806
II. Accumulated depreciation							-		-
Balance as at April 01, 2023	2,97,404	7,85,266	12,162	54,887	81,200	54,102	12,85,021	51,244	13,36,265
Depreciation for the year	2,79,896	5,96,397	8,585	38,745	33,984	94,708	10,52,315	36,173	10,88,488
Disposals/adjustments/write offs	-	-	-	-	-	-	-	-	-
Balance as at March 31, 2024	5,77,300	13,81,663	20,747	93,631	1,15,184	1,48,810	23,37,336	87,417	24,24,753
Depreciation for the year	3,17,863	8,27,934	8,585	38,745	32,850	1,03,856	13,29,833	21,101	13,50,934
Other adjustments	-	-	-	-	-	-	-	-	-
Balance as at March 31, 2025	8,95,163	22,09,597	29,332	1,32,376	1,48,034	2,52,666	36,67,169	1,08,518	37,75,687
III. Carrying value (I-II)							-		-
Balance as at March 31, 2025	19,91,547	61,28,174	13,593	61,347	2,08,721	2,66,739	86,70,119	-	86,70,119
Balance as at Mar 31, 2024	17,92,429	32,06,470	22,177	1,00,092	1,29,851	3,24,729	55,75,747	21,101	55,96,848

Capital work-in-progress ageing schedule (2024-25)

Particulars	Amount in CWIP for the period of 24-25				
	Less than 1 Year	1-2 Years	2-3 years	More than 3 years	Total
Projects in progress	17,30,827	-	-	-	**17,30,827**

Capital work-in-progress ageing schedule (2023-24)

Particulars	Amount in CWIP for the period of of 23-24				
	Less than 1 Year	1-2 Years	2-3 years	More than 3 years	Total
Projects in progress	44,31,670	-	-	-	**44,31,670**

PENNAR GLOBAL INC ★ Pennar

Pennar Global Inc
Notes forming part of the financial statements
(All amounts are in USD unless otherwise stated)

2.1 ROU

Particulars	As at	
	March 31, 2025	March 31, 2024
Carring Value of Asset		
Building	38,74,116	40,21,236
Land	3,32,203	3,32,203
Total	**42,06,318**	**43,53,439**

Details of Right to Use Asset

Particulars	Land	Building	Total
Gross Carring Value of Asset			
Cost as at April 2023	3,32,203	44,13,552	**47,45,755**
Additions		-	-
Disposals			
Balance as at 31st March 2024	**3,32,203**	**44,13,552**	**47,45,755**
Additions			
Disposals			
Balance as at 31 March 2025	**3,32,203**	**44,13,552**	**47,45,755**
Accumulated Amortisation			
Accumulated Amortisation March 31 2023			
Amortisation	-	3,92,316	**3,92,316**
Disposals	-	-	-
Balance as at 31st March 2024	-	3,92,316	**3,92,316**
Amortisation		1,47,121	**1,47,121**
Disposals		-	-
Balance as at 31 March 2025	-	**5,39,437**	**5,39,437**
Net Carrying amount as at March 31 2025	**3,32,203**	**38,74,116**	**42,06,318**
Net Carrying amount as at March 31 2024	**3,32,203**	**40,21,236**	**43,53,439**

2.2 Lease Liabilities

Particulars	As at	
	March 31, 2025	March 31, 2024
Non Current	-	7,17,497
Current	7,57,595	7,55,402
Total	**7,57,595**	**14,72,899**

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Notes forming part of the financial statements
(All amounts are in USD unless otherwise stated)

3. Inventories

Particulars	As at March 31, 2025	As at March 31, 2024
Inventories (Lower of Cost or NRV)		
Raw Matetial	13,14,814	11,78,845
Work in Progress	-	-
Stock of Traded Goods	8,31,426	9,94,236
Finished Goods	3,45,710	2,16,019
Total	**24,91,950**	**23,89,100**

4. Trade Receivables

Particulars	As at March 31, 2025	As at March 31, 2024
Trade receivables		
Unsecured, considered good	1,30,51,656	1,22,32,004
Doubtful	-	-
Less: Allowance for doubtful debts	(2,84,542)	-
Total	**1,27,67,114**	**1,22,32,004**

	Outstanding for the following periods					
Particulars	**Less than 6 Months**	**6 Months to 1 year**	**1-2 years**	**2-3 years**	**More than 3 years**	**Total**
Undisputed trade receivables considered good	1,17,34,812	11,65,800	1,22,741	28,303		1,30,51,656
Credit imparied		-2,84,542				-2,84,542
Total	1,17,34,812	8,81,258	1,22,741	28,303	-	1,27,67,114

	Outstanding for the follwing periods					
Particulars	**Less than 6 Months**	**6 Months to 1 year**	**1-2 years**	**2-3 years**	**More than 3 years**	**Total**
Undisputed trade receivables considered good	1,20,97,317	26,638	28,304	-	79,744	1,22,32,004

5. Cash and Cash Equivalents

Particulars	As at March 31, 2025	As at March 31, 2024
Balances with banks		
in current accounts	1,42,46,417	97,95,912
Total	**1,42,46,417**	**97,95,912**

6. Other Financial assets

Particulars	As at March 31, 2025	As at March 31, 2024
Non Current		
Surety Bond collateral	3,50,000	7,50,000
Total	**3,50,000**	**7,50,000**

7. Other assets

Particulars	As at March 31, 2025	As at March 31, 2024
Current (unsecured):		
Prepaid Expenses	1,51,893	1,12,676
Advance to vendor	80,494	3,05,906
Total other current assets	**2,32,387**	**4,18,581**

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Notes forming part of the financial statements
(All amounts are in USD unless otherwise stated)

8. Equity share capital

Particulars	As at	
	March 31, 2025	March 31, 2024
Authorised share capital: 6000 fully paid up equity shares of 0.01$ (March 31, 2024 : 6000)	60	60
Issued and subscribed capital: 5095 fully paid up equity shares of 0.01$ (March 31, 2024 : 5000)	51	50
Total	**51**	**50**

Notes:

a. Reconciliation of the number of shares outstanding:

Particulars	As at	
	March 31, 2025	March 31, 2024
Opening balance	5,000	4,000
Add: Movement during the year	95	1,000
Balance	**5,095**	**5,000**

b. Details of shares held by Promoter.

The details of Promoter shareholdings	As at March 31, 2025		As at March 31, 2024	
Name of the share holder	No of shares held	% holding of equity shares	No of shares held	% holding of equity shares
Pennar Industries Limited	5,095	100%	5,000	100%

c. Rights, preferences and restrictions attached to equity shares:

The Company has issued only one class of equity shares having a par value of $ 0.01 per share. Each holder of equity shares is entitled to one vote per share. The dividend proposed by the Board of Directors is subject to approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company in proportion to their shareholding.

9. Other equity

Particulars	As at	
	March 31, 2025	March 31, 2024
A.Securities Premium		
Opening balance	96,06,871	12,34,960
Issued during the year	7,95,339	83,71,911
Total	**1,04,02,210**	**96,06,871**
B. Retained earnings		
(i) Opening balance	1,02,15,815	53,87,052
(ii) Profit for the year	34,97,152	48,28,763
Total	**1,37,12,967**	**1,02,15,815**
Total Reserves	**2,41,15,177**	**1,98,22,686**

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Notes forming part of the financial statements
(All amounts are in USD unless otherwise stated)

10. Current borrowings

Particulars	As at	
	March 31, 2025	March 31, 2024
Unsecured		
Loan from realted party (refere note below & 28.2)	-	35,00,000
from banks (Credit Card)	45,804	46,282
Total	**45,804**	**35,46,282**

The company has received Loan from holding company Pennar Industries Limited . The said loan shall carry interest of monthly SOFR plus 500 Basis points.

11. Trade Payables

Particulars	As at	
	March 31, 2025	March 31, 2024
Dues to micro enterprises and small enterprises	-	-
Dues to others	94,39,013	1,02,03,394
Total	**94,39,013**	**1,02,03,394**

Trade Payables Ageing Schedule (FY 24-25)

Particulars	Outstanding for the follwing periods from the Due date of the payment				
	Less than 1 Year	1-2 Years	2-3 years	More than 3 years	Total
(i) MSME			-	-	-
(ii) Others	77,58,273	27,493	16,53,248	-	94,39,013
(iii) Disputed dues - MSME	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-

Trade Payables Ageing Schedule (FY 23-24)

Particulars	Outstanding for the follwing periods from the Due date of the payment				
	Less than 1 Year	1-2 Years	2-3 years	More than 3 years	Total
(i) MSME	-	-	-	-	-
(ii) Others	81,59,513	20,43,881	-	-	**1,02,03,394**
(iii) Disputed dues - MSME	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-

12. Other financial liabilities

Particulars	As at	
	March 31, 2025	March 31, 2024
Employee dues	7,48,369	5,05,926
Sales tax Liability	11,52,259	4,98,991
Others	8,18,864	9,62,757
Interest payable	10,76,037	11,66,121
Total	**37,95,529**	**31,33,795**

13. Other Current Liabilities

Particulars	As at	
	March 31, 2025	March 31, 2024
Advance from customers	51,35,193	8,26,969
Total	**51,35,193**	**8,26,969**

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Notes forming part of the financial statements

(All amounts are in USD unless otherwise stated)

14. Income taxes

14.1 - Tax Expense

A. Income tax expense/(benefit) recognised in the statement of profit and loss

Particulars	March 31, 2025	March 31, 2024
Current tax		
In respect of the current year	1,00,075	15,38,034
	1,00,075	**15,38,034**
Deffered Tax		
In respect of the current year	10,54,000	-
Total	**10,54,000**	-

14.2 Income tax assets and liabilities

Particulars	As at	
	March 31, 2025	March 31, 2024
Income tax Asset, net.		
Income tax Liabilities, net.	3,52,772	9,61,480
Total	**3,52,772**	**9,61,480**

14.3 Deffered Tax Liabilities

Particulars	As at	
	March 31, 2025	March 31, 2024
Deffered tax Liabilities	10,54,000	-
Total	**10,54,000**	-

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Notes forming part of the financial statements
(All amounts are in USD unless otherwise stated)

15. Revenue from operations

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
Sale of services	53,17,131	47,01,077
Sale of products	7,65,39,731	8,39,10,882
Total	**8,18,56,862**	**8,86,11,959**

16. Other income

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
Other non-operating income		
Interest Income	2,85,485	
Miscellaneous income	6,66,509	7,88,730
Total	**9,51,993**	**7,88,730**

17. Cost of Material Consumed

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
Cost of material consumed	4,08,17,540	4,47,79,352
	4,08,17,540	**4,47,79,352**

18. Purchases of Goods

Particulars	For the year ended March 31, 2025	For the Year ended March 31, 2024
Add: Purchases	29,29,736	41,40,172
	29,29,736	**41,40,172**

19. Change in Inventories

Particulars	For the year ended March 31, 2025	For the Year ended March 31, 2024
Opening stock		
Finished goods	2,16,019	7,65,620
Stock of traded Goods	9,94,236	22,95,146
	12,10,255	**30,60,766**
Closing stock		
Finished goods	3,45,710	2,16,019
Stock of traded Goods	8,31,426	9,94,236
	11,77,136	**12,10,255**
Decerese/(incerease) in inventories	**33,119**	**18,50,510**

20. Employee benefits expense

Particulars	For the year ended March 31, 2025	For the Year ended March 31, 2024
Salaries & wages	1,56,71,444	1,56,61,575
Staff Welfare	24,41,493	19,75,801
Total	**1,81,12,937**	**1,76,37,376**

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21 Finance Cost

Particulars	For the year ended March 31, 2025	For the Year ended March 31, 2024
Interest on borrowing	2,36,532	5,19,532
Interest on Leases	84,696	1,31,686
	3,21,228	**6,51,218**

22. Depreciation and amortisation expense

Particulars	For the year ended March 31, 2025	For the Year ended March 31, 2024
Depreciation	13,29,832	10,52,315
Amortisation of intangibles	21,100	36,173
Amortisation of Right-of-use assets	1,47,121	1,28,665
Total	**14,98,053**	**12,17,153**

23. Other expenses

Particulars	For the year ended March 31, 2025	For the Year ended March 31, 2024
Job work services	41,71,166	43,53,165
Bad debt expense	3,44,288	22,243
Data and Communication	1,12,951	95,993
Rent including lease rentals	2,88,723	2,68,457
Insurance	-	4,077
Advertising and Marketing	21,38,791	23,48,365
Rates and taxes	89,013	94,883
Legal & professional charges & Consultancy fees	20,89,523	16,14,553
Repairs and Maintenance	5,27,149	6,36,363
Office Supplies	21,61,415	15,44,562
Travelling and conveyance	5,43,335	4,64,592
Software charges	4,81,215	3,89,983
Utilities	4,23,671	3,38,865
Miscellaneous expenses	10,73,777	5,82,010
Total	**1,44,45,015**	**1,27,58,111**

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25	EARNING PER SHARE		
	Particulars	For the Year ended March 31, 2025	For the Year ended March 31, 2024
	Net profit attributable to equity Share holders	34,97,152	48,28,763
	No of Equity Shares	5,095	5,000
	Basic and diluted Earning per Share	686	966

26. Financial Instruments

a. Capital Management

The Company's capital management objective is to maximise the total shareholder return by optimising cost of capital through flexible capital structure that supports growth. Further, the Company ensures optimal credit risk profile to maintain/enhance credit rating.

The Company determines the amount of capital required on the basis of annual operating plan and long-term strategic plans. The funding requirements are met through internal accruals and long-term/short-term borrowings. The Company monitors the capital structure on the basis of Net debt to equity ratio and maturity profile of the overall debt portfolio of the Company.

For the purpose of capital management, capital includes issued equity capital and all other reserves. Net debt includes all long and short-term borrowings as reduced by cash and cash equivalents,

The Company manages its capital to ensure that it will be able to continue as going concern while maximizing the return to stakeholders through the optimization of the debt and equity balances.

The capital structure of the company consists of net debt (borrowings as detailed in note 13 and offset by cash and bank balances) and total equity of the Company.

The company is not subject to any externally imposed capital requirements.

The Company's management reviews the capital structure of the company on monthly basis. As part of this review, the management considers the cost of capital and the risks associated with each class of capital.

The table below summarises the total equity, net debt and net debt to equity ratio of the Company.

Particulars	31-Mar-25	31-Mar-24
Equity share capital	51	50
Other equity	2,41,15,177	1,98,22,686
Total Equity (A)	**2,41,15,228**	**1,98,22,736**
Non-current borrowings	-	-
Short term borrowings	45,804	35,46,282
Gross Debt	**45,804**	**35,46,282**
Less: Cash and cash equivalents	(1,42,46,417)	(97,95,912)
Net debt (B)	**(1,42,00,614)**	**(62,49,630)**
Net debt to equity (B/A)	**(0.59)**	**(0.32)**
Interest Coverage Ratio		

(I) Equity includes all capital and reserves of the company, that are managed as capital
(II) Debt is defined as long and short term borrowings.

b. Financial instruments by category

Particulars	Carrying value as at	
	March 31, 2025	March 31, 2024
Financial assets		
Measured at amortised cost		
Trade receivables	1,27,67,114	1,22,32,004
Other financial assets	3,50,000	7,50,000
Cash and cash equivalents	1,42,46,417	97,95,912
Total financial assets measured at amortised cost (A)	**2,73,63,531**	**2,27,77,916**
Total Financial Assets (A)	**2,73,63,531**	**2,27,77,916**
Financial Liabilities		
Measured at amortised cost		
Long-term borrowings	-	-
Short-term borrowings	45,804	35,46,282
Trade payables	94,39,013	1,02,03,394
Other financial liabilities	37,95,529	31,33,795
Total financial liabilities carried at amortised cost(A)	**1,32,80,346**	**1,68,83,471**
Measured at fair value through profit and loss		
Lease Liabilities	7,57,595	14,72,899
Financial liabilities at fair value through Profit and Loss (B)	**7,57,595**	**14,72,899**
Total Financial Liabilities (A+B)	**1,40,37,941**	**1,83,56,370**

The management assessed that fair value of cash and cash equivalents, trade receivables, other current financial assets, trade payables, borrowings and other current financial liabilities approximate their carrying amounts largely due to the short-term maturities of these instruments.

The fair value of the financial assets and liabilities is included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than a forced or a liquidation sale.

c. Financial risk management

The Board oversees the risk management frame work, develops and monitors the company's risk management policies. The risk management policies are established to ensure timely identification and evaluation of the risks, setting acceptable risk thresholds, identifying and mapping controls against these risks, monitor the risks and their limits, improve risk awareness and transparency. Risk management policies and systems are reviewed regularly to reflect changes in the market conditions and company's activities to provide reliable information to the management and the Board to evaluate the adequacy of the risk management frame work in relation to the risk faced by the Company.

The management policies aims to mitigate the following risks arising from the financial instruments

1. Market Risk
2. Credit Risk
3. Liquidity Risk

Market Risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in the market prices. The Company is exposed in the ordinary course of its business to risk related to changes incommodity prices and interest rates.

The Company seeks to minimize the effects of these risks by using derivative financial instruments to hedge risk exposures. The use of financial derivatives is governed by the company's policies approved by the Board of Directors, which provide written principles on interest rate risk, credit risk, the use of financial derivatives and non-derivative financial instruments, and the investment of excess liquidity. Compliance with policies and exposure limits is reviewed by the management on a continuous basis. The company does not enter into or trade financial instruments, including derivatives for speculative purposes.

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Credit Risk

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the company's receivables from customers and investment securities. Credit risk arises from cash held with banks and financial institutions, as well as credit exposure to clients, including outstanding accounts receivable. Credit risk is managed through credit approvals, establishing credit limits and continuously monitoring the creditworthiness of customers to which the company grants credit terms in the normal course of business. The Company establishes an allowance for doubtful debts and impairment that represents its estimate of incurred losses in respect of trade and other receivables and investments.

Liquidity Risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they become due. The Company manages its liquidity risk by ensuring, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risk to the Company's reputation.

The Company generates sufficient cash flow for operations, which together with the available cash & cash equivalents and short term investments provide liquidity in the short term and long term. The Company has established an appropriate liquidity risk management framework for the management of the Company's short term, medium and long term funding and liquidity management requirements. The company manages liquidity risk by maintaining adequate reserves, banking facilities and reserve borrowing facilities by continuously monitoring forecast and actual cash flows, and by matching the maturity profiles of financial assets and liabilities.

27,Ratios

The following are analytical ratios for the year ended March 31, 2025 and March 31, 2024

Particulars	Numerator	Denominator	March 31, 2025	March 31, 2024	% Variance
Current Ratio	Current Assets	Current Liabilities	1.52	1.28	19.1%
Debt-Equity Ratio	Total Debt (1)	Shareholder's Equity	0.00	0.18	-98.9%
Debt Service Coverage Ratio	Earnings available for debt service (2)	Debt service (3)	5.88	1.61	265.2%
Return on Equity (ROE)	Net profit after taxes	Average Shareholder's Equity	16%	37%	-57.0%
Inventory Turnover Ratio	Revenue from Operations	Average Inventory	33.5	27.7	21.1%
Trade Receivables Turnover Ratio	Revenue from Operations	Average Receivables	6.5	9.6	-31.8%
Trade Payables Turnover Ratio	Purchases	Average Trade Payables	4.46	5.82	-23.4%
Net Capital Turnover Ratio	Revenue from Operations	Working Capital (4)	8.02	16.38	-51.1%
Net Profit Ratio	Net Profit	Revenue from Operations	4%	5%	-21.6%
Return on Capital Employed (ROCE)	Earnings Before Interest and Taxes (EBIT)	Capital Employed (5)	0.21	0.30	-31.5%

(1) Long Term borrowings + Short Term borrowings + Inter corporate loans + interest accrued
(2) Net profit after tax + Non-operating cash exp like depreciation + Interest + Other adjustments like loss on sale of fixed assets etc.
(3) Interest + Lease payments + Principal repayments + Intercorporate loan payments
(4) Current assets - current liabilities
(5) Tangible net worth + total debt including interest accrued +deferred tax liability-deferred tax assets

28	**Related Party Disclosures**	
28.1	**Relationship**	**Name**
	Holding Company	Pennar Industries Ltd
	Fellow Subsidiary Company & JV	Pennar GMBH Enertech Pennar Defense and Engineering System Private Limited Zap91 Solar India Private Limited Pennar Metals Private Limited Cadmium SARL
	Director	Eric Brown
	Director	Shrikant Bhakkad
	Director	Aditya N Rao
	Director	Manoj Cherukuri
	Director	Sameer Rentala
28.2	**Aggregate Related Party Transactions :**	
	Particulars	**31st March 2025**
	Pennar Industries Limited	
a	Sales Made during the year	4,86,575
b	Services Received during the year	48,02,498
c	Purchases Made during the year	17,16,476
d	Interest Expense during the year	22,738
e	Interest paid during the year	1,12,823
f	Repayment of Loan	35,00,000
g	Salary - Eric Brown	4,10,641
28.3	**Related Party Balances :**	
	Pennar Industries Limited	
a	Balances payable	43,83,689
b	Inter corporate Loan	-
c	Interest payable	10,76,037
d	Balances receivable	5,29,876

29	**CONTINGENT LIABILITIES:** Nil
30	Figures are rounded off to nearest $

In terms of our report attached

For Ramasamy Koteswara Rao and Co LLP
Chartered Accountants
FRN.No.010396S/S200084

Murali Krishna Reddy Telluri
Partner
Membership No: 223022

Ramasamy Koteswara Rao and Co. LLP
Chartered Accountants
Firm Re. 010396S/S200084

Place: Hyderabad
Date: 28-05-2025

For and behalf of Pennar Global Inc

Aditya N Rao
Director

PENNAR GLOBAL INC
Pennar