

INDEPENDENT AUDITOR'S REPORT**To the Members****INM Technologies Private Limited****Report on the Audit of Consolidated Financial Statements****Opinion**

We have audited the accompanying consolidated financial statements of INM Technologies Private Limited (hereinafter referred to as the Holding Company), and its Subsidiary (the Holding Company and its subsidiary together referred to as the Group), which comprise the Consolidated Balance sheet as at 31 March 2025, and the consolidated Statement of Profit and Loss (including other comprehensive income), consolidated Statement of changes in equity and consolidated statement of Cash Flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the consolidated financial statements").

In our opinion and to the best of our information and according to the explanations given to us and based on the consideration of the reports on separate financial statements / consolidated financial statements and on the other financial information of the subsidiaries, the aforesaid consolidated 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 including Indian Accounting Standards ('Ind AS') specified under Section 133 of the Act, of the consolidated state of affairs (consolidated financial position) of the Group as at 31 March 2025, and its consolidated losses, its consolidated cash flows and the consolidated changes in equity for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Consolidated 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 ('ICAI') together with the ethical requirements that are relevant to our audit of the 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 and the audit evidence obtained by the other auditors in terms of their reports referred to in Other Matters paragraph below is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgement and based on the consideration of separate financial statements / consolidated financial statements and on the other financial information of the subsidiaries, were of most significance in our audit of the consolidated financial statements of the current period. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in

forming our opinion thereon, and we do not provide a separate opinion on these matters. Reporting of key audit matters as per SA 701, Key Audit Matters are not applicable to the Company as it is an unlisted company.

Information Other than the Consolidated Financial Statements and Auditors' Report Thereon

The Holding Company's Management and Board of Directors is responsible for the other information. The other information comprises the information included in the Annual Report, but does not include the consolidated financial statements and our auditor's report thereon.

Our opinion on the consolidated 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 consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the Consolidated Financial Statements

The Holding Company's Management and Board of Directors is responsible for the matters stated in Section 134(5) of the Act with respect to the preparation of these consolidated financial statements that give a true and fair view of the consolidated state of affairs (consolidated financial position), consolidated profit or loss (consolidated financial performance including other comprehensive income), consolidated changes in equity and consolidated cash flows of the Group in accordance with the accounting principles generally accepted in India, including the Ind AS specified under Section 133 of the Act. The Holding Company's Board of Directors is also responsible for ensuring accuracy of records including financial information considered necessary for the preparation of consolidated financial statements. Further, in terms of the provisions of the Act, the respective Board of Directors of the companies included in the Group, companies covered under the Act are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets 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 statements that give a true and fair view and are free from material misstatement, whether due to fraud or error. These financial statements have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.

In preparing the consolidated financial statements, the respective Management and Board of Directors of the companies included in the Group are responsible for assessing the ability of the Group 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 Group or to cease operations, or has no realistic alternative but to do so. The respective Board of Directors of the companies included in the Group is responsible for overseeing the financial reporting process of each company.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated 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 consolidated 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 consolidated 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 Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements 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 ability of the Group 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 consolidated 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 Group to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of such entities or business activities within the Group to express an opinion on the consolidated financial statements, of which we are the independent auditors. We are responsible for the direction, supervision and performance of the audit of financial information of such entities. For the other entities included in the consolidated financial statements, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

Materiality is the magnitude of misstatements in the Consolidated Financial Results that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Consolidated Financial Results 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 Consolidated Financial Results

We believe that the audit evidence obtained by us along, is sufficient and appropriate to provide a basis for our audit opinion on the consolidated financial statements.

We communicate with those charged with governance of the Holding Company and such other entities included in the consolidated financial statements of which we are the independent auditors 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. As required by section 143(3) of the Companies Act, we report, to the extent applicable, 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 of the aforesaid consolidated financial statements.
 - (b) In our opinion, proper books of account as required by law have been kept by the Company and its subsidiary so far as it appears from our examination of those books except for the matters stated in paragraph 2(e) below on reporting under rule 11(g);

- (c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss including other comprehensive income, the Consolidated Cash Flow Statement and Consolidated Statement of changes in equity dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.
- (d) In our opinion, the aforesaid consolidated financial statements comply with the Indian Accounting Standards (Ind AS) specified under Section 133 of the Companies Act read with relevant rules issued there under and other accounting principles generally accepted in India,
- (e) On the basis of written representations received from the directors of the Holding Company as on 31st March, 2025 taken on record by the Board of Directors of the Holding Company and the report of the statutory auditors of its subsidiary, incorporated in India, none of the directors of the Group companies incorporated in India are disqualified as on 31st March, 2025 from being appointed as a director in terms of Section 164(2) of the Companies Act;
- (f) Since the Group's turnover as per the last audited financial statements is less than Rs.50 Crores and its borrowing from banks or financial institutions or any Body Corporate at any time during the year is less than Rs.25 Crores, the Group is exempted from getting report of the auditor with respect to existence of internal financial controls with reference to financial statements of the company and its operating effectiveness of such controls, vide notification dated 13 June 2017.
2. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- a) The Consolidated financial statements disclose the impact of pending litigations if any, on the consolidated financial position of the group.
- b) The Group did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- c) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company and its subsidiary.
- d) (i) The management of the company & its subsidiary 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 or its subsidiary to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on

behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(ii) The management of the company & its subsidiary has represented, that, to the best of it's knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been received by the company or its subsidiary from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company or its subsidiary 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

(iii) Based on the audit procedures that have been 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 mis-statement.

e) Based on our examination, which included test checks, the holding company and its subsidiary have used accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility for the financial year ended March 31, 2025. However, the audit trail log facility was enabled on May 21, 2024. Therefore, the said facility has not operated throughout the year. Further, we did not come across any instance of the audit trail feature being tampered with in respect of accounting software

Further, Audit Trail Log facility was not enabled for immediately preceding the financial year, hence Audit trail log was not retained as per the provisions of the act.

For B N P S and Associates LLP

Chartered Accountants

(Firm's Regn No.008127S/S200013)

Sd/-

CA. Pankaj Kumar Bohara

Partner

(Membership No. 215471)

Place: Raichur

Date: 24-05-2025

UDIN: 25215471BMUHPJ9791

(All amount are in Indian Rupees unless otherwise stated)

Notes to accounts form an integral part of the standalone financial statements.

Place : Raichur
Date: 24.05.2025

INM Technologies Private Limited**Part - II - Consolidated Statement of Profit and Loss**

(All amount are in Indian Rupees unless otherwise stated)

Particulars	Note	For the Year Ended 31.03.2025	For the Year Ended 31.03.2024
Income			
a) Other income	14	73,52,022	68,19,032
Total Income		73,52,022	68,19,032
Expenses			
a) Finance Cost	15	2,60,46,435	2,60,31,235
b) Other Expenses	16	1,43,367	21,62,846
Total expenses		2,61,89,802	2,81,94,081
Profit / (Loss) before exceptional items and tax		-1,88,37,780	(2,13,75,049)
Exceptional (Income) / Expense		-	-
Profit / (Loss) before tax after exceptional Item		-1,88,37,780	(2,13,75,049)
Tax expense			
i) Current Income tax		-	1,95,926
ii) Deferred Tax		-	-
Total Tax expenses		-	1,95,926
Profit / (Loss) for the Period		-1,88,37,780	(2,15,70,975)
Other Comprehensive Income			
Items that will not be reclassified profit or loss			
- Acturial Gain / (Loss) for defined benefit plan (net)			-
Total Comprehensive income for the year		-1,88,37,780	-2,15,70,975
Share of profit belonging to minority equity holders		-38,178	-8,09,269
Total Comprehensive income for the year		-1,88,75,958	-2,23,80,243
Earning per equity share for Rs.10/- face value		(12.56)	-14.38
Basic & Diluted Earning Per Share	18	(12.56)	-14.38

Notes to accounts form an integral part of the standalone financial statements.

As per our even report attached
for B N P S And Associates LLP
Chartered Accountants
Firm's registration No.008127S/S200013

For and on behalf of Board of Directors
of INM Technologies Private Limited

Sd/-
CA.Pankaj Kumar Bohara
Partner
M.No: 215471

Sd/-
Vishnukant C Bhutada
Director
DIN No.01243391

Sd/-
Ramakant Innani
Director
DIN No.03222748

Place : Raichur
Date: 24.05.2025

Place : Raichur
Date: 24.05.2025

INM Technologies Private Limited
Consolidated Statement of Cash Flow for the year ended March 31, 2025
(All amounts in Indian Rupees unless otherwise stated)

Particulars	Year ended March 31, 2025	Year ended March 31, 2024
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit Before Tax as per Statement of Profit and Loss	(1,88,37,780)	(2,13,75,049)
Less: Adjustments		
Interest received	73,51,855	67,62,076
Provision written back	-	1,800
	(2,61,89,635)	(2,81,38,925)
Add: Adjustments		
Interest Expense	-	1,099
Provision for Dividend on Cumulative Redeemable preference shares	2,60,46,435	2,60,30,136
Operating profit before working capital changes & Other Adjustments	(1,43,200)	(21,07,690)
Adjustments for Increase / (Decrease) in Operating Liabilities		
Trade Payables	8,336	(46,980)
Other Current Liabilities & Short Term Provisions	(2,00,203)	(28,828)
Adjustments for (Increase) / Decrease in Operating Receivables		
Inventories		
Other financial Assets	(5,08,648)	35,000
Other Current Assets	(20,239)	19,96,979
	(8,63,955)	(1,51,519)
Less: Income Taxes (Net)	-	(2,533)
Net Cash flow from Operating activities	(8,63,955)	(1,54,052)
B. CASH FLOWS FROM INVESTING ACTIVITIES		
Loans to Holding company	(65,00,000)	(84,00,000)
Interest received	73,51,855	66,85,934
Net cash flow (used in) Investing Activities	8,51,855	(17,14,066)
C. CASH FLOWS FROM FINANCING ACTIVITIES		
Interest paid	(16,299)	(1,099)
Net cash flow from/(Used in) Financing Activities	(16,299)	(1,099)
Net Increase/(decrease)in Cash and Cash Equivalents	(28,399)	(18,69,217)
Cash & Cash Equivalents at the Beginning of the year	3,52,886	22,22,103
Cash & Cash Equivalents at the End of the year	3,24,487	3,52,886

Components of Cash and Cash Equivalents	Year ended March 31, 2025	Year ended March 31, 2024
i) Cash on Hand	-	6,633
ii) Cash at Banks		
a) In Current Account	3,24,487	3,46,253
Total Cash and Cash Equivalents	3,24,487	3,52,886

1 Previous year figures have been re-classed wherever necessary

2 Cash Flow statement has been prepared under Indirect method as per Ind AS-7 "Statement of Cash flows " as prescribed under Companies (Indian Accounting Standard) Rules, 2015.

As per our report of even date attached
For **Bohara Bhandari Bung & Associates LLP**

For and on behalf of Board of Directors
of **INM Technologies Private Limited**

Chartered Accountants
Firm's registration No.008127S / S200013

Sd/-
CA.Pankaj Kumar Bohara
Partner
M.No: 215471

Sd/-
Vishnukant C Bhutada
Director
DIN No.01243391

Sd/-
Ramakant Innani
Director
DIN No.03222748

Place : Raichur
Date: 24.05.2025

Place : Raichur
Date: 24.05.2025

INM Technologies Private Limited

(all amounts in Indian rupees, except share data and where otherwise stated)

Consolidated Statement of Changes in Equity for the year ended 31.03.2025**a) Equity Share Capital**

Particulars	Amount
Balance as at 01 April, 2023	1,50,00,000
Changes in equity share capital during the year	-
Balance as at 31 March, 2024	1,50,00,000
Changes in equity share capital during the year	-
Balance as at 31 March, 2025	1,50,00,000

b) Other Equity

Particulars	Retained Earnings (Refer Note below)	Non-Controlling Interest	Total
Balance as at 01 April 2023	(45,71,95,581)	(1,56,04,170)	(47,27,99,751)
Profit for the period	(2,15,70,975)	(8,09,269)	(2,23,80,244)
Balance as at 31 March 2024	(47,87,66,557)	(1,64,13,439)	(49,51,79,996)
Profit for the period	(1,88,37,780)	(38,178)	(1,88,75,958)
Balance as at 31 March 2025	(49,76,04,337)	(1,64,51,617)	(51,40,55,954)

Note:

Retained Earnings: This reserve represents the cumulative profits of the Company. This reserve can be utilised in accordance with the provisions of the Companies Act, 2013

Accompanying notes form an integral part of the Consolidated financial statements

As per our even report attached
for **B N P S And Associates LLP**

**For and on behalf of Board of Directors
of INM Technologies Private Limited**

Chartered Accountants

Firm's registration No.008127S/S200013

Sd/-

CA.Pankaj Kumar Bohara
Designated Partner
M.No: 215471

Sd/-

Vishnukant C Bhutada
Director
DIN No.01243391

Sd/-

Ramakant Innani
Director
DIN No.03222748

Place : Raichur
Date: 24.05.2025

Place : Raichur
Date: 24.05.2025

INM Technologies Private Limited

Corporate Information

Innovative Nano & Micro Technologies Private Limited incorporated in the FY 2014-15. Company has a vision to serve the humanity using Nano technology products. Company drives with strategic intent “Innovations for all generations” INM technologies profile mainly contains: High tech know how, competencies and expertise to meet industrial needs and strengthen industrial competitiveness in Asia, Europe, and USA. Expertise in the field of the materials Engineering Pharmaceutical Technology and service in advanced technology and product development. Scale up process for the developed micro/Nano materials. Based on our research activity and our experience in the chemistry, materials science and engineering, pharmaceutical technology sectors, we develop and integrate nanostructured materials in the products of our customers of various industrial sectors. State of the art facility for synthesis, characterization and analytical testing of Nano products, trained manpower for process design & monitoring has been established and includes 9 departments in the Company involving major disciplines namely Biotechnology, Bio-medical, Analytical and Pharmaceutical, Chemicals, Polymers, Coatings, Electronics, Electronics and Smart Materials. INM Technologies has initiated the process to obtain ISO 90001 Certification from prestigious TUV Group. Necessary application has been submitted for DSIR recognition and DSIR team inspection has been 5th May 2018.

The Company's Board of Directors in their meeting have passed resolution dated 09.09.2020, to merge into its Parent Company Shilpa Medicare Ltd. This is done keeping in mind the synergies and make optimal Utilisation of resources and to strengthen the R&D activities of its parent Company which is its niche area. Presently Company is at the final stage of amalgamation with its parent Company and awaiting for final order from NCLT.

1.1 Basis of Preparation of Financial Statements

a) Statement of Compliance

These Standalone financial statements have been prepared in accordance with the Indian Accounting Standards (Ind AS) as specified under section 133 of the Companies Act 2013 read together with the Rule 4 of Companies (Indian Accounting Standards) Rules, 2015 as amended by Companies (Indian Accounting Standards) Amendment Rules 2016 to the extent applicable and the other relevant provisions of the Act, pronouncements of the regulatory bodies applicable to the Group.

These financial statements have been prepared by the Group as a going concern on the basis of relevant Ind AS that are effective or elected for early adoption at The Group's annual reporting date March 31, 2025. The accounting policies are applied consistently to all the periods presented in the financial statements. The Standalone financial statements of The Group for the year ended March 31, 2025 were approved by the Board of Directors on May 24, 2025.

b) Functional and Presentation currency

These standalone financial statements are presented in Indian rupees (INR), which is also the functional currency of the Group. All amounts have been rounded-off to the nearest lakhs, unless otherwise indicated.

c) Basis of Measurement

The Standalone financial statements have been prepared on the historical cost basis (i.e. on accrual basis), except for the following assets and liabilities which have been measured at fair value wherever applicable

- Certain financial assets / liability measured at fair value,
- Net defined benefit assets/(liability) are measured at fair value of plan assets, less present value of defined benefit obligations.

1.2 Principles of consolidation

The consolidated financial statements relate to INM Technologies Private Limited ('the Company'), and its Subsidiaries, ("the Group"). The Consolidated financial statements have been prepared on the following basis:

Subsidiaries are all entities (including special purpose entities) that are controlled by the Company. Control exists when the Company is exposed to, or has rights, to variable returns from its involvement with the entity, and has the ability to affect those returns through power over the entity. The net assets and results of acquired businesses are included in the consolidated financial statements from their respective dates of acquisition, being the date on which the Group obtains control.

The group combines the financial statements of the parent and its subsidiaries line by line adding together like items of assets, liabilities, equity, income and expenses. Intercompany transactions, balances and unrealised gains on transactions between group companies are eliminated. Consolidated financial statements are prepared using uniform accounting policies for like transactions and other events in similar circumstances.

The excess of cost to the Group of its investment in subsidiaries, on the acquisition dates over and above the Group's share of equity in the subsidiaries, shall be recognised as 'Goodwill on Consolidation' being an asset in the consolidated financial statements. On the other hand, where the share of equity in subsidiaries as on the date of investment is in excess of cost of investments of the Group, it shall be recognised as 'Capital Reserve' and shown under the head 'Reserves and Surplus' in the consolidated financial statements.

Since the Company is having 75% holding in its subsidiary INM Nuvent Paints Private Limited. Therefore, Non-controlling interests in the net assets of consolidated subsidiaries is identified and presented in the consolidated Balance Sheet separately within equity.

Profit or loss and each component of other comprehensive income (OCI) are attributed to the equity holders of the parent of the Group.

The Company accounts for its share of post-acquisition changes in net assets of subsidiary Company, after eliminating unrealised profits and losses resulting from transactions between the Company and its subsidiary to the extent of its share, through its Consolidated Statement of Profit and Loss, to the extent such change is attributable to the subsidiary's Statement of Profit and Loss and through its reserves for the balance based on available information.

1.3 The subsidiaries considered in the Consolidated Financial Statements are

as under:

Sl. No.	Name of the Subsidiary	Country	Extent of Holding
1.	INM Nuvent Paints Private Limited (Bangalore)	India	75.00%

1.4 Classification of Assets and Liabilities as Current and Non-Current

All Assets and Liabilities have been classified as current or non-current. Based on the nature of product and activities of the Company and their realization in cash and cash equivalent, the Company has determined its operating cycle as 12 months for the purpose of current and non-current classification of assets and liabilities.

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

1.5 Critical accounting Estimates and Judgments:

The preparation of Standalone financial statements in conformity with Ind AS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities and disclosure of contingent liabilities at the date of the financial statements and the results of operations during the reporting period. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates. Revisions to accounting estimates are recognised prospectively.

The areas involving critical estimates or judgments are:

- Recognition of deferred taxes (Note 1.(d))
- Estimation of provision and contingent liabilities (Note 1.(e))

1.6 Material Accounting Policies

a) Other Income

Interest Income is recognised using the Effective interest rate (EIR) method.

b) Borrowing Costs

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalized as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use. All other borrowing costs are recognised as an expense in the period in which they are incurred. Further, interest earned out of borrowed funds from temporary investments is reduced from the borrowing cost.

c) Financial Instrument:

A financial instrument is any contract that gives rise to a financial asset of one entity and financial liability or equity instrument of another entity.

(I) Financial Asset:

Initial recognition and measurement

All financial instruments are recognised initially at fair value plus, in the case of financial assets not recorded at fair value through P&L, transaction costs that are attributable to the acquisition of the financial asset, purchase or sales of financial assets that require delivery of assets within a time frame established by regulation or convention in the market place are recognised on the trade date i.e. the date that the company commits to purchase or sell the asset.

Subsequent Measurement

For the purpose of subsequent measurement financial assets are classified as measured at:

- Amortised cost
- Fair value through profit and loss (FVTPL)
- Fair value through other comprehensive income (FVOCI).

(a) Financial Asset measured at amortized cost

Financial Assets held within a business model whose objective is to hold financial assets in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding are measured at amortized cost using effective interest rate (EIR) method. The EIR amortization is recognised as finance income in the statement of Profit & Loss. The company while applying above criteria has classified the following at amortized cost:

(a) Loans

(b) Other financial assets

(b) Financial Assets Measured at fair value through other comprehensive income

Financial assets that are held within a business model whose objective is achieved by both, selling financial assets and collecting contractual cash flows that are solely payments of principal and interest, are subsequently measured at fair value through other comprehensive income. Fair value movements are recognised in the other comprehensive income (OCI). Interest income measured using the EIR method and impairment losses, if any are recognised in the Statement of Profit and Loss. On derecognition, cumulative gain or loss previously recognised in OCI is reclassified from the equity to 'other income' in the Statement of Profit and Loss.

(c) Financial Assets at fair value through profit or loss (FVTPL)

Financial Asset are measured at Fair value through Profit & Loss if it does not meet the criteria for classification as measured at amortized cost or at FVTOCI. All fair value changes are recognised in the statement of Profit & Loss.

Equity Instruments

All investments in equity instruments classified under financial assets are initially measured at fair value through Profit & Loss Account, the group may, on initial recognition, irrevocably elect to measure the same either at FVOCI or FVTPL.

De-recognition of Financial Assets:

Financial assets are derecognized when the contractual rights to the cash flows from the financial asset expire or the financial asset is transferred and the transfer qualifies for Derecognition. On Derecognition of a financial asset in its entirety, the difference between the carrying amount (measured on the date of recognition) and the consideration received (including any new asset obtained less any new liability assumed) shall be recognised in the statement of Profit & Loss.

Impairment of Financial Assets:

In accordance with Ind AS 109, the company applies expected credit loss (ECL) model by adopting the simplified approach using a provision matrix reflecting current condition and forecasts of future economic conditions for measurement and recognition of impairment loss on the following financial assets and credit risk exposure:

(a) Loan commitments which are not measured at FVTPL

(II) Financial Liability

Initial recognition and measurement

Financial liabilities are recognised initially at fair value plus any transaction cost that are attributable to the acquisition of the financial liability except financial liabilities at FVTPL that are measured at fair value.

Subsequent measurement

Financial liabilities are subsequently measured at amortised cost using the EIR method. Financial liabilities carried at fair value through profit or loss are measured at fair value with all changes in fair value recognised in the Statement of Profit and Loss.

Financial Liabilities at amortized cost:

Amortized cost for financial liabilities represents amount at which financial liability is measured at initial recognition minus the principal repayments, plus or minus the cumulative amortization using the effective interest method of any difference between the initial amount and the maturity amount.

The company is classifying the following under amortized cost

- Borrowings from others
- Trade payables
- Other Financial Liabilities

Derecognition:

A financial liability shall be derecognized when, and only when, it is extinguished i.e. when the obligation specified in the contract is discharged or cancelled or expires.

d) Taxes on Income:

Tax expense comprises of deferred tax.

- i. Deferred tax is recognised in respect of temporary differences between the carrying amount of assets and liabilities for financial reporting purposes and the corresponding amounts used for taxation purposes. Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the balance sheet date. Deferred tax assets are recognised only to the extent that it is probable that future taxable profits will be available against which the asset can be utilized.

e) Provisions, Contingent Liabilities and Contingent Assets

A provision is recognised when the Company has a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made. If effect of the time value of money is material, provisions are discounted using an appropriate discount 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 recognised as a finance cost. Contingent Liabilities are not recognised but are disclosed in the notes.

Management judgement is required for estimating the possible outflow of resources, if any, in respect of contingencies/claims/litigations against the Company as it is not possible to predict the outcome of the pending matters with accuracy.

f) Earnings per share

The Company presents basic and diluted earnings per share ("EPS") data for its ordinary shares. Basic EPS is calculated by dividing the profit or loss attributable to ordinary shareholders of the Company by the weighted average number of ordinary shares outstanding during the period. Diluted EPS is determined by adjusting the profit or loss attributable to ordinary shareholders and the weighted average number of ordinary shares outstanding for the effects of all dilutive potential ordinary shares, which includes all stock options granted to employees, if any.

g) Cash flow Statement

Cash flows are reported using the indirect method, whereby profit for the period is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and items of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the Company are segregated.

h) Cash and Cash Equivalents

Cash and cash equivalent in the balance sheet comprise cash at banks and on hand, short-term deposits and other short-term highly liquid investments with an original maturity of three months or less that are readily convertible to a known amount of cash and are subject to an insignificant risk of changes in value and are held for the purpose of meeting short-term cash commitments.

For the purposes of the presentation of cash flow statement, cash and cash equivalents include cash on hand, in banks and demand deposits with banks, net of outstanding bank overdrafts that are repayable on demand, book overdraft as they being considered as integral part of the Company's cash management system.

i) Exceptional Items:

Exceptional items refer to items of income or expense within the statement of profit and loss from ordinary activities which are nonrecurring and are of such size, nature or incidence that their separate disclosure is considered necessary to explain the performance of the Company.

j) Offsetting

Financial assets and financial liabilities are offset and the net amount presented in the standalone balance sheet when, and only when, the company currently has a legally enforceable right to set off the amounts and it intends either to settle them on a net basis or to realise the asset and settle the liability simultaneously.

k) Recent accounting pronouncements:

Ministry of Corporate Affairs ("MCA") notifies new standards or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. For the year ended March 31, 2025, MCA has notified Ind AS – 117 "Insurance Contracts" and amendments to Ind AS 116 – "Leases", relating to sale and leaseback transactions, applicable w.e.f. April 1, 2024. The Company has reviewed the new pronouncements and based on its evaluation has determined that the Company has not entered into transactions covered under Ind 117 & amendments to Ind AS 116 and therefore, there is no impact on the financial statements.

INM Technologies Private Limited

Notes forming part of consolidated financial statements

(all amounts in Indian rupees, except share data and where otherwise stated)

2 Loans

Particulars	31.03.2025	31.03.2024
Loans to related parties		
Shilpa Medicare Limited (Holding Company) (Refer Note 29)	10,39,32,972	9,74,32,972
Nature of Loan:		
During the year Company has given unsecured loan to its Holding Company Shilpa Medicare Limited		
Interest & Repayment Terms		
Interest is be accrued on compounding basis every year and shall be paid annually The interest rate is 7.50% on loan outstanding loan and repayment shall be made after 31.03.2025 in 3 equal installments, this repayment period can be extended as per mutual agreement.		
Total	10,39,32,972	9,74,32,972

3 Deferred Taxes (Net) (Refer Note No 23)

Particulars	31.03.2025	31.03.2024
a) Deferred Tax Liability		
(On account of timing differences due to depreciation)	-	-
b) Deferred Tax Asset	3,66,95,937	3,66,95,937
(On account of accumulated losses)		
TOTAL	3,66,95,937	3,66,95,937

4 Cash and Cash Equivalents

Particulars	31.03.2025	31.03.2024
a) Cash on hand	-	6,633
b) Balance with banks in current account	3,24,487	3,46,253
TOTAL	3,24,487	3,52,886

5 Other Financial Assets

Particulars	31.03.2025	31.03.2024
a) Interest Accrued but not received	65,94,516	60,85,868
TOTAL	65,94,516	60,85,868

6 Other Current Assets

Particulars	31.03.2025	31.03.2024
a) Excess TDS deposited with department	11,377	20,577
b) TDS deducted by Party	7,32,724	7,03,285
TOTAL	7,44,101	7,23,862

INM Technologies Private Limited

(all amounts in Indian rupees, except share data and where otherwise stated)

7 Equity Share Capital

Particulars	As at 31.03.2025	As at 31.03.2024
Authorised share Capital		
Equity shares		
1500000 Rs. 10/- each par value	1,50,00,000	1,50,00,000
	1,50,00,000	1,50,00,000
Issued subscribed & fully paid up		
Equity shares		
15,00,000 (15,00,000) Rs. 10/- each par value	1,50,00,000	1,50,00,000
TOTAL	1,50,00,000	1,50,00,000

(a) Reconciliation of the number of shares.

Particulars	As at 31.03.2025		As at 31.03.2024	
	Nos	Amount	Nos	Amount
Shares outstanding at the beginning of the year				
Equity Shares	15,00,000	1,50,00,000	15,00,000	1,50,00,000
Shares issued during the year				
Equity Shares	-	-		
Shares outstanding at the end of the year	15,00,000	1,50,00,000	15,00,000	1,50,00,000

(b) Equity Shareholders holding more than 5% shares in the Company

Particulars	As at 31.03.2025		As at 31.03.2024	
	Nos	% of Holding	Nos	% of Holding
Shilpa Medicare Ltd	15,00,000	100	15,00,000	100
	-	-	-	-

c) The details of shareholding of promoters is as shown below;

Particulars	As at 31.03.2025		As at 31.03.2024	
	Nos	% of Holding	Nos	% of Holding
Shilpa Medicare Ltd	15,00,000	100	15,00,000	100

Rights and Restrictions attached to Equity Shares

- The Company has issued Equity shares having face value of Rs.10/- per share. Each Share Holder is eligible for one vote per share. In case dividend is proposed by the Company it will be subject to the approval of the Board of Directors. In the event of liquidation, the equity share holders are eligible to receive balance assets remaining after repayment to all the preferential share capital holders, in the proportion to their equity holding.

8 Other Equity

Particulars	31.03.2025	31.03.2024
Balance at the beginning of the Reporting period	-49,51,79,995	-47,27,99,751
Add: Total Comprehensive income for the year	-1,88,75,958	-2,23,80,243
Total	-51,40,55,953	-49,51,79,995

9 Borrowings

Particulars	31.03.2025	31.03.2024
a) 8% Non convertible Cumulative Preference share capital (issued to Shilpa Medicare Ltd 3,25,37,670 shares of Rs.10 each)	32,53,76,700	32,53,76,700
b) 8% Non Convertible, Non Cumulative Preference share capital (During the FY 2019-20 the Company has issued 9,93,000 8% Non-convertible, Non-cumulative preference shares for Rs..10/- per share, to Shilpa Medicare Limited,(Holding Company))	9,93,00,000	9,93,00,000
TOTAL	42,46,76,700	42,46,76,700

10 Other Financial liabilities

Particulars	31.03.2025	31.03.2024
a) Accumulated dividend on Redemable Cumulative Pref Shares.	22,25,62,130	19,65,31,994
TOTAL	22,25,62,130	19,65,31,994

11 Trade Payables (Refer note no.24 & 29)

Particulars	31.03.2025	31.03.2024
a) Total outstanding dues of creditors other than micro enterprises and small enterprises	8,336	-
b) Total outstanding dues of creditors registered under micro enterprises and small enterprises (MSME) Act	-	-
TOTAL	8,336	-

12 Other Current Liabilities

Particulars	31.03.2025	31.03.2024
a) TDS Payable	-	28,577
TOTAL	-	28,577

13 Provisions

Particulars	31.03.2025	31.03.2024
a) Provision For Expenses	1,00,800	76,500
b) Provision for Income Tax	-	1,95,926
TOTAL	1,00,800	2,72,426

14 Other Income

Particulars	31.03.2025	31.03.2024
a) Interest on IT refund	24,615	-
b) Interest on loan to Holding Company	73,27,240	67,62,076
c) Other Income	167	27,128
d) Excess Provision Reversed	-	1,800
TOTAL	73,52,022	68,19,032

15 Finance Cost

Particulars	31.03.2025	31.03.2024
a) Dividend on 8% Cumulative Redeemable Preference Shares	2,60,30,136	2,60,30,136
b) Interest on delayed payment of tax	16,299	1,099
TOTAL	2,60,46,435	2,60,31,235

16 Other expense

Particulars	31.03.2025	31.03.2024
a) GST written off	-	20,30,156
b) Rates & Taxes	4,200	15,077
c) Professional & Consultancy charges	1,05,736	9,500
d) Director Sitting Fees	-	50,000
e) Miscellaneous Expenses	13,431	8,113
f) Payment to Auditor (Refer note no.17)	20,000	50,000
TOTAL	1,43,367	21,62,846

17 Payment to Statutory Auditors *

Particulars	31.03.2025	31.03.2024
a) Statutory Audit	15,000	30,000
b) Tax/GST Audit	-	-
c) Limited Review	-	-
d) Others	5,000	20,000
TOTAL	20,000	50,000

* Excluding Goods & Service Tax

18 Earning per share

Particulars	31.03.2025	31.03.2024
Net Profit after taxes	-18837780.47	-2,15,70,975
Weighted Average No of Equity shares	15,00,000	15,00,000
Face Value	10	10
Basic & Diluted EPS	-12.56	-14.38

INM Technologies Private Limited

(all amounts in Indian rupees, except share data and where otherwise stated)

19 Related Party Transactions

Related parties where control exists and related parties with whom transactions have taken place during the year are listed below

1 Key Management Personnel

- a) Vishnukant C Bhutada Director
b) Ramakant Innani Director

2 Enterprises having common Directors/Board of trustees

- Name of the related party** **Relationship**
a) Shilpa Medicare Limited Holding Company

SL No	Name of related Party	Relationship	Descriptions of Transaction	2024-25		2023-24	
				Income/ expenses/ Other transaction	Balance at 31.03.2025	Income/ expenses/ Other transaction	Balance at 31.03.2024
i	Shilpa Medicare Limited	Holding Company	8% Dividend on Preference Share Capital	2,60,30,136	-	2,60,30,136	-
			Other Income-Interest on Unsecured Loan	73,27,240	65,94,516	67,62,076	60,85,868
			8%Non Converable Preference Share Capital	-	(32,53,76,700)	-	(32,53,76,700)
			8%Non Cumulative Preference Share Capital	-	(9,93,00,000)	-	(9,93,00,000)
			7.5% Un-secured loans given to holding Company	65,00,000	10,39,32,972	84,00,000	9,74,32,972
			Investment in Equity Shares	-	(1,50,00,000)	-	(1,50,00,000)
			Dividend payable	-	(22,25,62,130)	-	(19,65,31,994)

INM Technologies Private Limited

(all amounts in Indian rupees, except share data and where otherwise stated)

20 Additional Information to Consolidated Financial Statements**As at 31.03.2025**

SI No.	Name of the entity in the Group	Net assets i.e total assets minus total		Share in profit and loss		Share in other comprehensive income		Share in total comprehensive	
		As % of consolidated net assets	Amount	As % of consolidated profit and loss	Amount	As % of consolidated other comprehensive income	Amount	As % of total comprehensive income	Amount
A	Parent -Indian INM Technologies Private Limited	100%	(49,90,55,953)	101%	(1,90,65,492)	-	-	1.01	(1,90,65,492)
B	Subsidiaries - Indian INM Nuvent Paints Pvt Limited	0%	(0)	-1%	2,27,712	-	-	(0.01)	2,27,712

As at 31.03.2024

SI No.	Name of the entity in the Group	Net assets i.e total assets minus total liabilities		Share in profit and loss		Share in other comprehensive income		Share in total comprehensive income	
		As % of consolidated net assets	Amount	As % of consolidated profit and loss	Amount	As % of consolidated other comprehensive income	Amount	As % of total comprehensive income	Amount
A	Parent -Indian INM Technologies Private Limited	99.97%	(47,99,90,461)	1.15	(2,48,08,051)	-	-	115.01	(2,48,08,051)
B	Subsidiaries - Indian INM Nuvent Paints Pvt Limited	0.03%	(1,52,712)	(0.15)	32,37,076	-	-	(15.01)	32,37,076

INM Technologies Private Limited

(all amounts in Indian rupees, except share data and where otherwise stated)

21	Fair value measurement hierarchy*				
	Particulars	FVTPL	FVTOCI	Amortised cost	Total
	31.03.2025				
	Non-current Assets				
	Investments	-	-	-	-
	Loans	-	-	10,39,32,972	10,39,32,972
	Current Financial Assets				
	Cash & Bank Balance	-	-	3,24,487	3,24,487
	Other Financial Assets	-	-	65,94,516	65,94,516
	Total	-	-	11,08,51,975	11,08,51,975
	Non-Current Financial Liability				
	(i) Borrowings	-	-	42,46,76,700	42,46,76,700
	(ii) Other financial Liabilities			22,25,62,130	22,25,62,130
	Current Financial Liability				
	Trade payables	-	-	8,336	8,336
	Other financial liabilities	-	-	-	-
	Total	-	-	64,72,47,166	64,72,47,166
	Particulars	FVTPL	FVTOCI	Amortised cost	Total
	31.03.2024				
	Non-current Assets				
	Investments	-	-	-	-
	Loans	-	-	9,74,32,972	9,74,32,972
	Current Financial Assets				
	Cash & Bank Balance	-	-	3,52,886	3,52,886
	Other Financial Assets	-	-	60,85,868	60,85,868
	Total	-	-	10,38,71,726	10,38,71,726
	Non-Current Financial Liability				
	(i) Borrowings	-	-	42,46,76,700	42,46,76,700
	(ii) Other financial Liabilities			19,65,31,994	19,65,31,994
	Total	-	-	62,12,08,694	62,12,08,694

* Since all the financial assets & Financial liabilities are measured at amortised cost, fair value hierarchy is not provided

Fair value hierarchy

The fair value hierarchy is based on inputs to valuation techniques that are used to measure fair value that are either observable or unobservable and consist of the following three levels:

- Level 1 — Inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2 — Inputs are other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3 — Inputs are not based on observable market data (unobservable inputs). Fair values are determined in whole or in part using a valuation model based on assumptions that are neither supported by prices from observable current market transactions in the same instrument nor are they based on available market data.

22 Financial Risk Management

The Company's activities expose it to a variety of financial risks such as Market Risk, Credit Risk and Liquidity Risk. The Company focuses on minimizing potential adverse effect on its financial performance.

(A) Market Risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. The changes in the values of financial assets / liability may result from change in the foreign currency exchange rates (Foreign Currency Risk), change in interest rates (Cash flow & interest rate risk), and change in price of investments (Price Risk).

(i) Foreign Currency Risk

The group does not operate internationally and as such it is not exposed to foreign currency risk.

(ii) Interest Rate Risk

The group has not taken any borrowings at floating interest rate during the year. Hence, it is not exposed to interest rate risk.

(iii) Price Risk

The Group does not have any exposure to price risk, as there is no market based equity instrument made by the Company.

(B) Credit Risk

Credit risk is the risk that counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The credit risk arises from its operation activity primarily from trade receivable and from its financial activity. Customer credit risk is controlled by analysis of credit limit and credit worthiness of the customer on a continuous basis to whom the credit has been granted. There no receivables as at the year end. Hence, the group is not exposed to credit risk.

(C) Liquidity risk

Liquidity risk is the risk that the group will encounter difficulty in meeting the obligations of its financial liability. The objective of liquidity risk management is to maintain sufficient liquidity and ensure that funds are available for making payment towards liability when they are due, under normal and stressed condition without incurring losses and risk.

The financial needs are taken care by the Holding Company and that there are no outside liabilities hence no liquidity risk is perceived.

Maturity Profile of Financial Liabilities as on March 31, 2025

Particulars	On Demand	< 01 Year	01 to 5 Years	> 05 Year
(i) Trade Payable	-	8,336	-	-
(ii) Borrowings	-	-	-	42,46,76,700
(iii) Other financial Liabilities	-	2,60,30,136	19,65,31,994	-
Total	-	2,60,38,472	19,65,31,994	42,46,76,700

Maturity Profile of Financial Liabilities as on March 31, 2024

Particulars	On Demand	< 01 Year	01 to 5 Years	> 05 Year
(i) Trade Payable	-	-	-	-
(ii) Borrowings	-	-	-	42,46,76,700
(iii) Other financial Liabilities	-	2,60,30,136	17,05,01,858	-
Total	-	2,60,30,136	17,05,01,858	42,46,76,700

23 Capital Management

The Key objectives of the Company's capital management is to ensure that it:

i) Safeguard their ability to continue as a going concern, so that they can continue to provide returns for shareholders and benefits for other stakeholders.

ii) Maintain an optimal capital structure to reduce the cost of capital.

which is Consistent with others in the industry, the group monitors capital on the basis of the following gearing ratio:

Net debt (total borrowings net of cash and cash equivalents) divided by total 'equity' (as shown in the balance sheet)

Particulars	31-Mar-25	31-Mar-24
Net Debt	64,72,38,830	62,12,08,694
Total Equity	(49,90,55,953)	(48,02,18,173)
Debt Equity Ratio	(1.30)	(1.29)

24 Income Tax

During the reporting period Company has not made any profit hence Income Tax reconciliation not applicable

Movement of Deferred Tax Assets /Liability

Particulars	Opening Balance	Charge (Credit) to Profit & Loss Account	Through OCI	Closing Balance
Deferred Tax Liability for the year ended 31, March 25 (On account of timing differences due to depreciation)	-	-	-	-
Total	-	-	-	-
Deferred Tax Asset for the year ended 31, March 25 (On accumulated losses)	3,66,95,937	-	-	3,66,95,937
Net Liability / (Asset)	3,66,95,937	-	-	3,66,95,937

25 Trade Payables Ageing Schedule

Particulars	Outstanding for following periods from due date of payment				As at 31 March, 2025
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
MSME	-	-	-	-	-
Others	8,336	-	-	-	8,336
Total	8,336	-	-	-	8,336

Particulars	Outstanding for following periods from due date of payment				As at 31 March, 2024
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
MSME	-	-	-	-	-
Others	-	-	-	-	-
Total	-	-	-	-	-

26 Additional Regulatory information**26.01 Title deeds of immovable properties**

The Group does not hold any immovable property as at year end.

26.02 Valuation of property plan & equipment, intangible asset

The Group does not possess property, plant and equipment and intangible assets as at the year end.

26.03 Details of benami property held

No proceedings have been initiated on or are pending against The Group for holding benami property under the benami transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.

26.04 Loans or advances to specified persons

No loans or advances in the nature of loans are granted to promoters, directors, KMPS and the related parties (as defined under companies act, 2013,) either severally or jointly with any other person, that are repayable on demand or without specifying any terms or period of repayment.

26.05 Wilful defaulter

The Group has not been declared wilful defaulter by any bank of financial institution or other lender.

26.06 Relationship with struck off companies

The Group has no transactions with the companies struck off under section 248 of the companies Act 2013 or Section 560 of the Companies Act, 1956

26.07 Registration of charges or satisfaction with Registrar of Companies (ROC)

There are no charges that are required to be registered or satisfied with registrar of Companies (ROC).

26.08 Valuation of property plan & Equipment, intangible asset

The Group has no property, plant and equipment or intangible assets or both during the current or previous year hence not applicable.

26.09 Loans or advances to specified persons

No loans or advances in the nature of loans are granted to promoters, directors, KMPS and the related parties (as defined under companies act, 2013,) either severally or jointly with any other person, that are repayable on demand or without specifying any terms or period of repayment.

26.1 The Group has complied with the number of layers prescribed under the Section 2(87) of the Companies Act, 2013 read with Companies (Restriction on number of layers) Rules, 2017.

26.11 The Group has not entered into any scheme of arrangement which has an accounting impact on current or previous financial year

26.12 No funds have been advanced or invested (either from borrowed funds or share premium or any other sources or kind of funds) by The Group to or in any other person or entity, including foreign entities ("Intermediaries") with the understanding, whether recorded in writing or otherwise, that the Intermediary shall lend or invest in party identified by or on behalf of The Group (Ultimate Beneficiaries). The Group has not received any fund from any party(Funding Party) with the understanding that The Group shall whether, directly or indirectly lend or invest in other persons or entities identified by or on behalf of The Group ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries

26.13 There is no income surrendered or disclosed as income during the current or previous year in the tax assessments under the Income Tax Act, 1961, that has not been recorded previously in the books of account.

26.14 The Group has not traded or invested in crypto currency or virtual currency during the current or previous year.

27 The Company's Board of Directors in their meeting have passed resolution dated 09.09.2020, to merge into its Parent Company Shilpa Medicare Ltd. This is done keeping in mind the synergies and make optimal utilisation of resources and to strengthen the R&D activities of its parent Company which is its niche area. Presently Company is at the final stage of amalgamation with its parent Company and awaiting for final order from NCLT.

Events occurring after the balance sheet date

28 During the year, INM Nuvent Paints Private Limited, a wholly owned subsidiary of the Company has applied for strike off and hence the Company has derecognised its carrying value of investment in the books of accounts and all legal formalities have been taken care as on 31.03.2025 and effectively the The INM Nuvent Paints P Ltd is struck off from 01.05.2025

29 Balances of Trade payables / Advances are subject to balance confirmation and / or reconciliation

30 Previous year figures have been reclassified wherever necessary.

31 All Figures have been rounded off to the nearest rupees

As per our even report attached
for **B N P S And Associates LLP**
Chartered Accountants
Firm's registration No.008127S/S200013

For and on behalf of the Board of Directors

Sd/-
CA.Pankaj Kumar Bohara
Partner
M.No: 215471

Place : Raichur
Date: 24.05.2025

Sd/-
Vishnukant C Bhutada
Director
DIN No.01243391

Place : Raichur
Date: 24.05.2025

Sd/-
Ramakant Innani
Director
DIN No.03222748