

Cramlington Precision Forge Limited

(Incorporated in United Kingdom)

ANNUAL REPORT

**for the year ended
March 31, 2024**

Cramlington Precision Forge Limited, United Kingdom

TRANSLATED FINANCIAL STATEMENTS

Balance Sheet as at March 31, 2024

Particulars	Note	As at March 31, 2024		As at March 31, 2023	
		GBP	₹	GBP	₹
ASSETS					
Non-current assets					
Property, plant and equipment	5	1,602,847	16,83,47,305	1,875,281	19,06,22,553
Capital work-in-progress	5	739,022	7,76,19,465	198,956	2,02,23,849
Right of Use of Assets	6	722,962	7,59,32,678	845,578	8,59,52,988
		3,064,831	32,18,99,448	2,919,815	29,67,99,390
Current assets					
Inventories	8	3,579,012	37,59,03,612	2,384,476	24,23,82,026
Financial assets					
- Trade receivables	9	1,111,282	11,67,17,987	2,121,049	21,56,04,597
- Cash and cash equivalents	10	661	69,458	435	44,206
- Bank balance other than mentioned in cash and cash equivalents	10	642,994	6,75,33,660	165,000	1,67,72,250
- Other	7	113,000	1,18,68,390	-	-
Other current assets	7	767,531	8,06,13,732	634,361	6,44,82,795
		6,214,480	65,27,06,839	5,305,321	53,92,85,874
Total assets		9,279,311	97,46,06,287	8,225,136	83,60,85,264
EQUITY AND LIABILITIES					
Equity					
Equity Share capital	11	1,400,000	14,70,42,000	1,400,000	14,23,10,000
Other equity		(1,365,195)	(14,33,86,222)	(2,825,175)	(28,71,79,060)
Total equity		34,805	36,55,778	(1,425,175)	(14,48,69,060)
Liabilities					
Non-current liabilities					
Financial liabilities					
- Borrowings - Non-Current	12	750,000	7,87,72,500	750,000	7,62,37,500
- Lease liabilities	13	669,201	7,02,86,187	865,241	8,79,51,718
- Other financial liabilities	15	224,721	2,36,02,464	259,759	2,64,04,626
		1,643,922	17,26,61,151	1,875,000	19,05,93,844
Current liabilities					
Financial liabilities					
- Borrowings	12	3,077,517	32,32,31,660	2,811,129	28,57,51,276
- Lease liabilities	13	117,757	1,23,67,980	63,763	64,81,476
- Trade payables					
Dues to others	14	4,143,282	43,51,68,926	4,635,122	47,11,60,170
- Other financial liabilities	15	192,506	2,02,18,893	182,249	1,85,25,661
Other current liabilities	16	69,522	73,01,899	83,048	84,41,897
Total current liabilities		7,600,584	79,82,89,358	7,775,311	79,03,60,480
Total Liabilities		9,244,506	97,09,50,509	9,650,311	98,09,54,325
Total equity and liabilities		9,279,311	97,46,06,287	8,225,136	83,60,85,265

Notes 1 to 28 form an integral part of these financial statements

This is the balance sheet referred to in our report of even date

Cramlington Precision Forge Limited,
United Kingdom
TRANSLATED FINANCIAL STATEMENTS

Statement of Profit and Loss for the year ended March 31, 2024

	Note	Year ended March 31, 2024		Year ended March 31, 2023	
		GBP	₹	GBP	₹
Revenue from operations	17	17,119,334	1,78,19,51,515	17,993,956	1,74,53,83,727
Other income	18	493,298	5,13,47,342	207,727	2,01,49,133
Total Income		17,612,632	1,83,32,98,857	18,201,683	1,76,55,32,860
Expenses					
Cost of materials consumed	19	5,730,435	59,64,80,997	6,697,580	64,96,54,092
Changes in inventories of finished goods, stock-in-trade and work in progress	20	(424,151)	(4,41,49,896)	(633,445)	(6,14,43,083)
Employee benefits expense	21	4,522,163	47,07,11,961	4,395,424	42,63,48,818
Finance costs	22	214,629	2,23,40,704	200,758	1,94,73,236
Depreciation and amortization expense	23	401,963	4,18,40,315	397,065	3,85,14,660
Other expenses	24	5,754,282	59,89,63,224	6,763,921	65,60,88,932
Total expenses		16,199,321	1,68,61,87,305	17,821,303	1,72,86,36,655
Profit before exceptional items and tax		1,413,311	14,71,11,552	380,380	3,68,96,205
Exceptional item		-	-	-	-
Profit before tax		1,413,311	14,71,11,552	380,380	3,68,96,205
Tax expense					
a) Current tax	25	-	-	-	-
b) Deferred tax		-	-	-	-
c) Adjustment of tax relating to earlier periods		-	-	-	-
Profit for the period		1,413,311	14,71,11,552	380,380	3,68,96,205
Other comprehensive income					
- Exchange variation on foreign currency translation		0	(2,51,093)	0	1,19,332
		0	(2,51,093)	0	1,19,332
Total comprehensive income for the year		1,413,311	14,68,60,459	380,380	3,70,15,537
<i>(Comprising Profit and Other Comprehensive Income for the year)</i>					
Earnings per equity share					
Basic (in ₹)		1	105	0.27	26
Diluted (in ₹)		1	105	0.27	26
No. of Shares		1,400,000	14,00,000	1,400,000	14,00,000

Notes 1 to 28 form an integral part of these financial statements

This is the statement of profit and loss referred to in our report of even date

TRANSLATED FINANCIAL STATEMENTS

Statements of Changes in Equity for the year ended March 31, 2024

A. Equity Share Capital

Particulars	Amount	
	GBP	₹
Balance at March 31, 2022	1,400,000	13,92,44,000
Foreign Currency Restatement of Opening Balance	-	30,66,000
Balance at March 31, 2023	1,400,000	14,23,10,000
Foreign Currency Restatement of Opening Balance	-	47,32,000
Balance at March 31, 2024	1,400,000	14,70,42,000

B. Other Equity

Particulars	Reserves and Surplus		Accumulated other comprehensive income		Deemed equity		Total	
	Retained Earnings		Foreign currency translation reserve		GBP	₹	GBP	₹
	GBP	₹	GBP	₹				
Balance at March 31, 2022	(3,280,800)	(32,81,77,302)	2,148	20,82,733	70,989	70,60,542	(3,207,663)	(31,90,34,027)
Foreign currency translation difference on opening balance	-	(53,16,036)	-	-	-	1,55,466	-	(51,60,570)
Profit for the year	380,380	3,68,96,205	-	-	-	-	380,380	3,68,96,205
Foreign currency translation difference on leases	-	-	2,108	2,14,278	-	-	2,108	2,14,278
Other comprehensive income	-	-	-	(94,946)	-	-	-	(94,946)
Transferred to deemed equity	-	-	-	-	-	-	-	-
Balance at March 31, 2023	(2,900,419)	(29,65,97,133)	4,256	22,02,065	70,989	72,16,008	(2,825,175)	(28,71,79,060)
Foreign currency translation difference on opening balance	-	(80,33,915)	-	-	-	2,39,943	-	(77,93,972)
Profit for the year	1,413,311	14,71,11,552	-	-	-	-	1,413,311	14,71,11,552
Foreign currency translation difference on leases	-	-	1,669	1,75,331	-	-	1,669	1,75,331
Other comprehensive income	-	-	-	(4,26,424)	-	-	-	(4,26,424)
Transferred to deemed equity	-	-	-	-	45,000	47,26,350	45,000	47,26,350
Balance at March 31, 2024	(1,487,108)	(15,75,19,495)	5,926	19,50,973	115,989	1,21,82,301	(1,365,195)	(14,33,86,222)

This is the statement of changes in equity referred to in our report of even date

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Cash Flow statement for the year ended March 31, 2024

	Year ended March 31, 2024		Year ended March 31, 2023	
	GBP	₹	GBP	₹
A. Cash flows from operating activities				
Profit before tax	1,413,311	14,71,11,552	380,380	3,68,96,205
<i>Adjustments to reconcile net income to net cash provided by operating activities</i>				
Depreciation and amortisation	306,558	3,19,09,685	305,531	2,96,36,048
Amortisation of right of use of assets	95,405	99,30,630	91,534	88,78,612
Interest expense (Net)	214,629	2,23,40,704	200,758	1,94,73,236
Bad debts written-off	-	-	(25,305)	(24,54,543)
Net Foreign exchange loss(net off gain)	17,935	18,66,825	-	-
Financial guarantee expenses	3,904	4,06,379	15,000	14,54,975
Interest income	(14,357)	(14,94,399)	-	-
Operating profit before working capital changes	2,037,385	21,20,71,376	967,898	9,38,84,533
Adjustments for:				
(Decrease)/ increase in financial liabilities	(485,488)	(5,05,34,406)	587,752	5,70,10,965
(Decrease)/ increase in other current liabilities	40,468	42,12,347	25,345	24,58,423
(Decrease)/ increase in other non-current liabilities	(35,038)	(36,47,112)	92,815	90,02,900
Decrease/(Increase) in financial assets	896,766	9,33,44,404	(393,500)	(3,81,68,844)
Decrease in other non-current assets	-	-	3,740	3,62,774
Decrease/(Increase) in inventories	(1,194,536)	(12,43,39,244)	(452,875)	(4,39,28,120)
Increase in short-term loans and advances	-	-	-	-
(Increase)/ decrease in other current assets	(133,169)	(1,38,61,565)	(269,898)	(2,61,79,656)
Cash from / (used) in operating activities	1,126,389	11,72,45,800	561,277	5,44,42,975
Direct taxes paid, net	-	-	-	-
Net cash from/ (used) in operating activities before extraordinary item	1,126,389	11,72,45,800	561,277	5,44,42,975
Net cash from / (used) in operating activities	1,126,389	11,72,45,800	561,277	5,44,42,975
B. Cash flow from investing activities				
Purchase of assets (including capital work-in-progress and capital advances)	(574,191)	(5,97,67,526)	(208,768)	(2,02,50,137)
Interest received	14,357	14,94,399	-	-
Movement in bank deposits	(477,994)	(4,97,54,395)	(165,000)	(1,60,04,725)
Net cash from / (used) in investing activities	(1,037,828)	(10,80,27,522)	(373,768)	(3,62,54,862)
C. Cash flow from financing activities				
Proceeds from long-term borrowings	-	-	-	-
Proceeds from Short-term borrowings	266,388	2,77,28,362	103,392	1,00,28,852
Interest paid to banks and others	(194,400)	(2,02,35,092)	(146,227)	(1,41,83,782)
Payment of lease liabilities	(160,324)	(1,66,88,102)	(144,602)	(1,40,26,272)
Net cash generated from financing activities	(88,335)	(91,94,832)	(187,437)	(1,81,81,202)
D. Net cash flow during the year	226	23,446	72	6,911
E. Foreign Currency Translation Reserve Impact on cash flows		1,806		1,145
F. Cash and cash equivalents at the beginning	435	44,206	363	36,150
G. Cash and cash equivalents at the end	661	69,458	435	44,206
Cash and cash equivalents comprise of:				
Cash on hand	661	69,458	435	44,206
Cash and cash equivalents as per note 10	661	69,458	435	44,206

This is the statement of cash flows referred to in our report of even date

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Notes to financial statements for the year ended March 31, 2024

1 Corporate Information

Cramlington Precision Forge Limited (“CPFL” or “the Company”) was incorporated in UK.

The registered office of the Company is situated at Unit 8, Atley Way, North Nelson Ind. Estate, Cramlington, United Kingdom NE23 9WA.

CPFL is in the business of manufacture and sale of precision forged (warm) components for application in heavy vehicles for on-highway and off-highway applications.

2 Basis of Preparation

The financial statements of the Company have been prepared in accordance with Indian Accounting Standards (Ind AS) as prescribed by Ministry of Corporate Affairs under Companies (Indian Accounting Standards) Rules, 2015, provisions of the Companies Act 2013, to the extent notified, pronouncements of the Institute of Chartered Accountants of India.

The financial statements of the Company have been prepared in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law).

Carrying value of Plant, Property and Equipment, Investment Property under the Previous GAAP has been considered as the deemed cost for the purpose of transition to Ind AS.

3 Summary of accounting policies

3.1 Overall considerations

The financial statements have been prepared applying the significant accounting policies and measurement bases summarized below.

3.2 Foreign operations

In the Company’s financial statements, all assets, liabilities and transactions in GBP are translated into INR. The functional currency (GBP) of the Company has remained unchanged during the reporting period.

Assets and liabilities have been translated into INR at the closing rate as at the reporting date. Income and expenses have been translated into INR at the average rate over the reporting period. Exchange differences are charged or credited to Other Comprehensive Income (OCI) and recognized in the currency translation reserve under equity.

3.3 Revenue

(i) Sale of products

Income of the Company is derived from sale of products and is net of any sales returns, rebates, discounts

Notes to financial statements (Contd.)

and trade discounts. Revenue is recognized when the Company has transferred to the buyer the significant risks and rewards of ownership, which normally takes place upon delivery of goods to customers.

3.4 Property, plant and equipment

As there is no change in the functional currency as at the date of transition, the Company has elected to adopt the carrying value of Plant property and equipment under the Previous GAAP as the deemed cost for the purpose of transition to Ind AS. Capital work in progress, plant and equipment is stated at cost, net of accumulated depreciation and accumulated impairment losses, if any.

(i) Buildings and other equipment

Buildings and other equipment (comprising plant, fittings and furniture, vehicles etc.) are initially recognized at acquisition cost, including any costs directly attributable to bringing the assets to the location and condition necessary for them to be of use for company’s business purposes. Buildings and other equipment are subsequently measured at cost less accumulated depreciation.

Depreciation is recognized on a straight-line basis, over the useful life of the buildings and other equipments. In respect of these assets, the useful life is detailed below:

3.5 Leases

(a) Assets taken on lease

The Company recognises a right-of-use asset and a lease liability at the lease commencement date. The right-of-use asset is initially measured at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or before the commencement date, plus any initial direct costs incurred and an estimate of costs to dismantle and remove the underlying asset or to restore the underlying asset or the site on which it is located, less any lease incentives received.

The right-of-use asset is subsequently depreciated using the straight-line method from the commencement date to the end of the lease term, unless the lease transfers ownership of the underlying asset to the Company by the end of the lease term or the cost of the right-of-use asset reflects that the Company will exercise a purchase option. In that case the right-of-use asset will be depreciated over the useful life of the underlying asset, which is determined on the same basis as those of property, plant and equipment. In addition, the right-of-use asset is periodically reduced by impairment losses, if any, and adjusted for certain remeasurements of the lease liability.

**Cramlington Precision Forge Limited,
United Kingdom**
TRANSLATED FINANCIAL STATEMENTS

Notes to financial statements (Contd.)

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted using the Company's incremental borrowing rate.

The lease liability is measured at amortised cost using the effective interest method. It is remeasured when there is a change in future lease payments arising from a change in an index or rate, if there is a change in the Company's estimate of the amount expected to be payable under a residual value guarantee, if the Company changes its assessment of whether it will exercise a purchase, extension or termination option or if there is a revised in –substance fixed lease payment.

When the lease liability is remeasured in this way, a corresponding adjustment is made to the carrying amount of the right-of-use asset, or is recorded in the statement of profit and loss if the carrying amount of the right-of-use asset has been reduced to zero. The Company presents right-of-use assets and lease liabilities separately on the face of the balance sheet

3.6 Financial instruments

Recognition, initial measurement and derecognition

Financial assets (other than trade receivables) and financial liabilities are recognized when the Company becomes a party to the contractual provisions of the financial instrument and are measured initially at fair value adjusted for transaction costs, except for those carried at fair value through profit or loss which are measured initially at fair value. Trade receivables are recognised at their transaction value as the same do not contain significant financing component.

A payable is classified as 'trade payable' if it is in respect of the amount due on account of goods purchased in the normal course of business. They are recognised at their transaction value as the same do not contain significant financing component.

Classification and subsequent measurement of financial assets:

For the purpose of subsequent measurement, financial assets are classified and measured based on the entity's business model for managing the financial asset and the contractual cash flow characteristics of the financial asset at:

- Amortised cost
- Fair Value Through Other Comprehensive Income (FVTOCI) or
- Fair Value Through Profit or Loss (FVTPL)

Notes to financial statements (Contd.)

3.7 Inventories

Inventories are valued at lower of cost or net realizable value. Net realisable value is the estimated selling price in the ordinary course of business less the estimated cost of completion and the estimated costs necessary to make the sale. Cost is ascertained on weighted average basis in accordance with the method of valuation prescribed by the Institute of Chartered Accountants of India.

(a) Raw materials

Raw materials are valued at cost of purchase net of duties (credit availed w.r.t taxes and duties) and includes all expenses incurred in bringing the materials to location of use.

(b) Work in process and Finished Goods

Work-in-process and finished goods include conversion costs in addition to the landed cost of raw materials.

3.8 Income taxes

Tax expense is recognized in the statement of profit or loss comprises the sum of deferred tax and current tax not recognized in other comprehensive income or directly in equity.

Calculation of current tax is based on tax rates in accordance with tax laws that have been enacted or substantively enacted by the end of the reporting period. Deferred income taxes are calculated using the liability method on temporary differences between tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at reporting date. Deferred taxes pertaining to items recognised in other comprehensive income are disclosed under the same.

Deferred tax assets are recognized to the extent that it is probable that the underlying tax loss or deductible temporary difference will be utilized against future tax liability. This is assessed based on the Company's forecast of future earnings, excluding significant non-taxable income and expenses and specific limits on the use of any unused tax loss or credit.

3.9 Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and deposits held at call with banks.

TRANSLATED FINANCIAL STATEMENTS

Notes to financial statements (Contd.)

3.10 Equity, reserves and dividend payments

Share capital represents the nominal (par) value of shares that have been issued and fully paid up.

Retained earnings includes all current and previous period retained profits.

All transactions with owners are recorded separately within equity.

Dividend paid to equity shareholders is deducted directly from equity component.

3.11 Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense, unless those costs are required to be recognised as part of the cost of stock or fixed assets.

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the company is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

Retirement benefits

Contributions in respect of the company's defined contribution pension scheme are charged to the profit and loss account for the year in which they are payable to the scheme. Differences between contributions payable and contributions actually paid in the year are shown as either accruals or prepayments at the year end.

Government Grants

Deferred government grants in respect of capital expenditure are treated as deferred income and are credited to the profit and loss account over the estimated useful life of the assets to which they relate.

3.12 Accounting for effect of change in foreign exchange rates

The Assets and Liabilities as at 31st March 2024 has been translated from GBP to Indian Rupees by applying the exchange rate of GBP 1 = Rs.105.03 (2023 GBP 1 = Rs. 101.65). The incomes and expenses has been translated from GBP to Indian Rupees by applying Average interbank exchange rate GBP 1 = Rs.104.09 (2023: GBP 1 = Rs.97). Exchange differences arising out of the translation have been dealt with in accordance with Ind AS 21.

CPFL's Functional Currency is GBP. But these financial statements are presented in Indian Rupees in order to facilitate the preparation of consolidated financial statements by Sundram Fasteners Limited, which is the ultimate holding company of CPFL.

3.13 Cash flow statement

Cash flows are reported using the indirect method, whereby profit/(loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future receipts or payments. In the cash flow statement, cash and cash equivalents includes cash in hand, cheques on hand, balances with banks in current accounts and other short-term highly liquid investments with original maturities of 3 months or less, as applicable.

3.14 Borrowing costs

Borrowing costs directly attributable to the acquisition, construction or production of a qualifying asset are capitalised during the period of time that is necessary to complete and prepare the asset for its intended use or sale. Other borrowing costs are expensed in the period in which they are incurred under finance costs. Borrowing cost also includes exchange differences to the extent regarded as an adjustment to interest costs.

4. Significant management judgment in applying accounting policies and estimation of uncertainty

While preparing the financial statements, management has made a number of judgments, estimates and assumptions about the recognition and measurement of assets, liabilities, income and expenses.

4.1 Significant management judgment

The following are significant management judgments in applying the accounting policies of the Company that have the most significant effect on the financial statements.

4.2 Estimation of uncertainty

Information about estimates and assumptions that have the most significant effect on recognition and measurement of assets, liabilities, income and expenses is provided below. Actual results may be substantially different.

Notes to financial statements (Contd.)

4.3 Useful lives of depreciable assets

Management has reviewed its estimate of the useful lives of depreciable assets at each reporting date, based on the expected utility of the assets. Uncertainties in these estimates relate to technological obsolescence that may change the utility of assets including I.T assets.

4.4 Inventories

Management has carefully estimated the net realizable values of inventories, taking into account the most reliable evidence available at each reporting date. The future realization of these inventories may be affected by market-driven changes.

4.5 Current and non-current classification

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle.

TRANSLATED FINANCIAL STATEMENTS

Notes to financial statements (Contd.)

5 Property, plant and equipment

Gross block	Buildings		Plant and Equipment		Furniture and fixtures		Total	
	GBP	₹	GBP	₹	GBP	₹	GBP	₹
As at March 31, 2022	68,812	68,44,042	3,731,909	37,11,75,677	177,932	1,76,97,115	3,978,653	39,57,16,835
Additions	-	-	9,812	9,97,407	-	-	9,812	9,97,407
Disposal	-	-	-	-	-	-	-	-
Other Adjustments	-	-	-	-	-	-	-	-
- Exchange variation (Op. Bal restated)	-	1,50,698	-	81,72,881	-	3,89,671	-	87,13,250
As at March 31, 2023	68,812	69,94,740	3,741,721	38,03,45,965	177,932	1,80,86,786	3,988,465	40,54,27,492
Additions	-	-	34,125	35,84,149	-	-	34,125	35,84,149
Disposal	-	-	-	-	-	-	-	-
Other Adjustments	-	-	-	-	-	-	-	-
- Exchange variation (Op. Bal restated)	-	2,32,585	-	1,26,47,018	-	6,01,410	-	1,34,81,013
As at March 31, 2024	68,812	72,27,325	3,775,846	39,65,77,132	177,932	1,86,88,196	4,022,590	42,24,92,653
Accumulated depreciation/ amortisation								
As at March 31, 2022	4,351	4,32,636	1,708,563	16,99,33,644	94,738	94,22,621	1,807,652	17,97,88,903
For the year	10,216	9,90,976	283,747	2,75,23,023	11,568	11,22,050	305,532	2,96,36,048
Impairment for the year	-	-	-	-	-	-	-	-
Deduction on sale or discards	-	-	-	-	-	-	-	-
Other Adjustments	-	-	-	-	-	-	-	-
- Exchange variation (Op. Bal restated)	-	9,528	-	37,41,752	-	2,07,476	-	39,58,757
- Restating to Closing rate - CY Depreciation	-	47,523	-	13,19,898	-	53,809	-	14,21,231
As at March 31, 2023	14,567	14,80,664	1,992,310	20,25,18,318	106,306	1,08,05,955	2,113,184	21,48,04,939
For the year	19,241	20,02,795	275,855	2,87,13,758	11,463	11,93,132	306,559	3,19,09,685
Impairment for the year	-	-	-	-	-	-	-	-
Deduction on sale or discards	-	-	-	-	-	-	-	-
Other Adjustments	-	-	-	-	-	-	-	-
- Exchange variation (Op. Bal restated)	-	49,237	-	67,34,008	-	3,59,313	-	71,42,558
- Restating to Closing rate - CY Depreciation	-	18,087	-	2,59,304	-	10,775	-	2,88,166
As at March 31, 2024	33,808	35,50,782	2,268,165	23,82,25,388	117,768	1,23,69,174	2,419,743	25,41,45,348
Net block								
As at March 31, 2023	54,245	55,14,077	1,749,411	17,78,27,647	71,626	72,80,831	1,875,281	19,06,22,553
As at March 31, 2024	35,004	36,76,543	1,507,681	15,83,51,744	60,164	63,19,022	1,602,847	16,83,47,305

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Notes to financial statements (Contd.)

b) Capital Work-in-Progress

As at March 31, 2023	-	-	198,956	2,02,23,849	-	-	198,956	2,02,23,849
As at 31 March 31, 2024	-	-	739,022	7,76,19,465	-	-	739,022	7,76,19,465

Capital work-in-progress(CWIP)

Gross block

	Buildings		Plant and Equipment		Furniture and fixtures		Total	
	GBP	₹	GBP	₹	GBP	₹	GBP	₹
As at 1st April 2022	-	-	-	-	-	-	-	-
Additions	-	-	198,956	2,02,23,849	-	-	198,956	2,02,23,849
Capitalised during the year	-	-	-	-	-	-	-	-
As at March 2023	-	-	198,956	2,02,23,849	-	-	198,956	2,02,23,849
As at 1st April 2023	-	-	198,956	2,02,23,849	-	-	198,956	2,02,23,849
Additions	-	-	540,066	5,73,95,616	-	-	540,066	5,73,95,616
Capitalised during the year	-	-	-	-	-	-	-	-
As at March 2024	-	-	739,022	7,76,19,465	-	-	739,022	7,76,19,465

CWIP ageing for the year ended 31st March 2024

CWIP	Amount in GBP					Total
	Less than 1 year	1-2 years	2-3 years	Morethan 3years		
Projects in progress	540,066	198,956	-	-	-	739,022
Projects temporarily suspended	-	-	-	-	-	-

CWIP ageing for the year ended 31st March 2024

CWIP	Amount in INR					Total
	Less than 1 year	1-2 years	2-3 years	Morethan 3years		
Projects in progress	5,67,23,146	2,08,96,319	-	-	-	7,76,19,465
Projects temporarily suspended	-	-	-	-	-	-

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Notes to financial statements (Contd.)

6 RIGHT OF USE OF ASSETS

Gross block	Building		Total	
	GBP	₹	GBP	₹
As at March 31, 2022	1,313,823	12,99,50,537	1,313,823	12,99,50,537
Additions	-	-	-	-
Disposal	-	-	-	-
Other Adjustments	-	-	-	-
Exchange variation on lease adjustments	(20,634)	-	(20,634)	-
- Exchange variation (Op. Bal restated)	-	-	-	-
As at March 31, 2023	1,293,189	12,99,50,537	1,293,189	12,99,50,537
Additions	-	-	-	-
Disposal	-	-	-	-
Other Adjustments	-	-	-	-
Exchange variation on lease adjustments	(27,212)	-	(27,212)	-
- Exchange variation (Op. Bal restated)	-	-	-	-
As at March 31, 2024	1,265,977	12,99,50,537	1,265,977	12,99,50,537
Accumulated depreciation				
As at March 31, 2022	356,077	3,46,93,153	356,077	3,46,93,153
For the year ended	91,534	88,78,612	91,534	88,78,612
Disposals / other adjustments	-	-	-	-
Other Adjustments	-	-	-	-
- Exchange variation (Op. Bal restated)	-	-	-	-
Exchange variation on lease adjustments	-	-	-	-
- Restating to Closing rate - CY Depreciation	-	4,25,784	-	4,25,784
As at March 31, 2023	447,611	4,39,97,549	447,611	4,39,97,549
For the year ended	95,404	99,30,630	95,404	99,30,630
Disposals / other adjustments	-	-	-	-
Other Adjustments	-	-	-	-
- Exchange variation (Op. Bal restated)	-	-	-	-
Exchange variation on lease adjustments	-	-	-	-
- Restating to Closing rate - CY Depreciation	-	89,680	-	89,680
As at March 31, 2024	543,015	5,40,17,859	543,015	5,40,17,859
Net block				
As at March 31, 2023	845,578	8,59,52,988	845,578	8,59,52,988
As at March 31, 2024	722,962	7,59,32,678	722,962	7,59,32,678

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Notes to financial statements (Contd.)

	As at March 31, 2024				As at March 31, 2023			
	Long-term		Short-term		Long-term		Short-term	
	GBP	₹	GBP	₹	GBP	₹	GBP	₹
7 OTHER ASSETS								
(Unsecured considered good unless otherwise stated)								
Security deposits	-	-	113,000	1,18,68,390	-	-	-	-
Electricity deposits	-	-	113,000	1,18,68,390	-	-	-	-

	As at March 31, 2024				As at March 31, 2023			
	Long-term		Short-term		Long-term		Short-term	
	GBP	₹	GBP	₹	GBP	₹	GBP	₹
7 OTHER ASSETS								
(Unsecured considered good)								
Prepaid expenses	-	-	312,400	3,28,11,372	-	-	56,551	57,48,452
Balance with statutory/government authorities	-	-	167,286	1,75,70,010	-	-	232,220	2,36,05,113
Advances to suppliers	-	-	287,845	3,02,32,350	-	-	345,590	3,51,29,230
	-	-	767,531	8,06,13,732	-	-	634,361	6,44,82,795

	As at March 31, 2024				As at March 31, 2023			
	Long-term		Short-term		Long-term		Short-term	
	GBP	₹	GBP	₹	GBP	₹	GBP	₹
8 INVENTORIES								
Raw Materials and components	-	-	685,194	7,19,65,925	-	-	303,885	3,08,89,952
Goods In transit (Raw Materials and components)			566,229	5,94,70,995			177,153	1,80,07,564
Work-in-progress	-	-	1,883,777	19,78,53,127	-	-	1,683,261	17,11,03,501
Finished Goods	-	-	443,812	4,66,13,565	-	-	220,177	2,23,81,009
	-	-	3,579,012	37,59,03,612	-	-	2,384,476	24,23,82,026

	As at March 31, 2024				As at March 31, 2023			
	Long-term		Short-term		Long-term		Short-term	
	GBP	₹	GBP	₹	GBP	₹	GBP	₹
9 TRADE RECEIVABLES								
(Unsecured, considered good unless otherwise stated)								
Trade receivables	-	-	1,111,282	11,67,17,987	-	-	2,121,049	21,56,04,597
	-	-	1,111,282	11,67,17,987	-	-	2,121,049	21,56,04,597
Doubtful								
Less : Provision for bad and doubtful debts	-	-	-	-	-	-	-	-
	-	-	1,111,282	11,67,17,987	-	-	2,121,049	21,56,04,597

Notes to financial statements (Contd.)

9a) Trade receivable Ageing schedule 2023-24

Particulars		Outstanding for following periods from due date of payment					Total as on 31.03.2024	
		Not due	Less than 6 months	6 months -1 year	1-2 years	2-3 years		More than 3 years
Undisputed Trade receivables								
Considered good	GBP	600,416	136,747	286,178	10,030	65,863	12,048	1,111,282
	INR	6,30,61,654	1,43,62,519	3,00,57,309	10,53,473	69,17,610	12,65,423	11,67,17,987

9b) Trade receivable Ageing schedule 2022-23

Particulars		Outstanding for following periods from due date of payment					Total as on 31.03.2023	
		Not due	Less than 6 months	6 months -1 year	1-2 years	2-3 years		More than 3 years
Undisputed Trade receivables								
Considered good	GBP	29,242	1,981,543	4,426	93,713	8,085	4,040	2,121,049
	INR	29,72,538	20,14,23,798	4,49,853	95,25,941	8,21,821	4,10,646	21,56,04,597

	As at March 31, 2024				As at March 31, 2023			
	Long-term		Short-term		Long-term		Short-term	
	GBP	₹	GBP	₹	GBP	₹	GBP	₹
10 CASH AND BANK BALANCES								
Cash and cash equivalents								
Cash on hand	-	-	661	69,458	-	-	435	44,206
(A)	-	-	661	69,458	-	-	435	44,206
Other bank balances								
Deposits with maturity more than 3 months	-	-	642,994	6,75,33,660	-	-	165,000	1,67,72,250
(B)	-	-	642,994	6,75,33,660	-	-	165,000	1,67,72,250
(A+B)	-	-	642,994	6,75,33,660	-	-	165,000	1,67,72,250

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Notes to financial statements (Contd.)

	As at March 31, 2024			As at March 31, 2023		
	Number	GBP	₹	Number	GBP	₹
11 SHARE CAPITAL						
Issued, subscribed and fully paid up						
14,00,000 Common shares of GBP 1 each	14,00,000	1,400,000	14,70,42,000	14,00,000	1,400,000	14,23,10,000
	14,00,000	1,400,000	14,70,42,000	14,00,000	1,400,000	14,23,10,000

a) There were no movement in the share capital during the current and previous year.

b) Shareholders holding more than 5% of the aggregate shares in the Company

	Nos.	% holding	Nos.	% holding
Sundram International Limited, UK	14,00,000	100.00%	14,00,000	100.00%
	14,00,000	100.00%	14,00,000	100.00%

c) Shares held by promoters at the end of the year

Promoter name	As at March 31, 2024			As at March 31, 2023		
	No. of shares held	% of total shares	% of change during the year	No. of shares held	% of total shares	% of change during the year
Sundram International Limited, UK	14,00,000	100.0%	0%	14,00,000	100.0%	0%

d) Rights, preferences, restrictions

Equity shares

The Company has only one class of equity shares having a par value of GBP 1 per share. Each holder of equity share is entitled to one vote per share. The Company declares and pays dividends in GBP. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

e) Bonus Shares/ Buy Back/ Shares for consideration other than cash issued during the period of five years immediately preceding the financial year ended March 31, 2024

(i) Aggregate number of equity shares allotted as fully paid up pursuant to contracts without payment being received in cash : Nil

(ii) Aggregate number of equity shares allotted as fully paid up by way of Bonus Shares : Nil

(iii) Aggregate number of equity shares bought back : Nil

f) **Capital Management**

The Company's capital management objectives are:

- to ensure the Company's ability to continue as a going concern
- to provide an adequate return to shareholders

by pricing products and services commensurately with the level of risk

For the purpose of the Company's capital management, capital includes issued equity capital and all other equity reserves attributable to the equity holders of the parent. The primary objective of the Group's capital management is to maximise the shareholder value.

Management assesses the Company's capital requirements in order to maintain an efficient overall financing structure while avoiding excessive leverage. The Company manages the capital structure and makes adjustments to it in the light of changes in economic conditions and the risk characteristics of the underlying assets. In order to maintain or adjust the capital structure, the Company may adjust the amount of dividends paid to shareholders, return capital to shareholders, issue new shares, or sell assets to reduce debt.

	As at March 31, 2024		As at March 31, 2023	
	GBP	₹	GBP	₹
Borrowings	3,827,517	40,20,04,160	3,561,129	36,19,88,776
Cash and cash equivalents	(661)	(69,458)	(435)	(44,206)
Capital	A	3,826,856	40,19,34,702	3,560,694
Total equity	B	34,805	36,55,778	(1,425,175)
Overall financing	A+B	3,861,661	40,55,90,480	2,135,519
Gearing ratio		99%	99%	167%
			167%	167%

Notes to financial statements (Contd.)

12 BORROWINGS	As at March 31, 2024				As at March 31, 2023			
	Long-term		Short-term		Long-term		Short-term	
	GBP	₹	GBP	₹	GBP	₹	GBP	₹
a) Secured								
Bank Overdrafts (refer note below)			2,877,517	30,22,25,660			2,811,129	28,57,51,276
Total	-	-	2,877,517	30,22,25,660	-	-	2,811,129	28,57,51,276
b) Unsecured								
Working Capital Loans - from related parties (refer note below)	750,000	7,87,72,500	200,000	2,10,06,000	750,000	7,62,37,500		
Total	750,000	7,87,72,500	200,000	2,10,06,000	750,000	7,62,37,500	-	-
Total	750,000	7,87,72,500	3,077,517	32,32,31,660	750,000	7,62,37,500	2,811,129	28,57,51,276

c) Working Capital Secured

The outstanding working capital facilities of GBP 2.9 million equivalent to ₹ 30.22 crores (March 31, 2023: GBP 2.8 million equivalent to ₹ 28.58 crores) carrying interest rate being base rate + agreed spread per annum. These are secured by fixed and floating charges over all the assets and undertaking including all present and future freehold and leasehold property, book and other debts, chattels and goodwill and uncalled capital, both present and future.

Unsecured working capital loans from company's parent undertaking and is repayable on Sept 2026 & December 2026. Interest is charged at 2.61%/2.92% per annum.

Working capital loans were applied for the purpose they were obtained. Further, short term loans availed have not been utilised for long term purposes by the Company.

d) Reconciliation of cash flow from financing activities

	As at March 31, 2024		As at March 31, 2023	
	GBP	₹	GBP	₹
Cash and cash equivalents	(661)	(69,458)	(435)	(44,206)
Current borrowings	3,077,517	32,32,31,660	2,811,129	28,57,51,276
Non-current borrowings	750,000	7,87,72,500	750,000	7,62,37,500
Lease liabilities	786,958	8,26,54,167	929,003	9,44,33,195
Net debt	4,613,814	48,45,88,869	4,489,698	45,63,77,765

Particulars	Other assets		Liabilities from financing activities		Liabilities from financing activities		Liabilities from financing activities		Total	
	Cash and cash equivalents		Current borrowings		Non-current borrowings		Lease liabilities		GBP	₹
	GBP	₹	GBP	₹	GBP	₹	GBP	₹		
Net debt as at April 1, 2023	(435)	(44,206)	2,811,129	28,57,51,276	750,000	7,62,37,500	929,003	9,44,33,195	4,489,698	45,63,77,765
Net cash flows from financing activities	(226)	(25,252)	-	-	-	-	-	-	(226)	(25,252)
Proceeds from / (Repayment of) borrowings, net	-	-	266,388	3,74,80,384	-	25,35,000	-	-	266,388	4,00,15,384
Foreign exchange adjustments	-	-	-	-	-	-	-	-	-	-
New lease	-	-	-	-	-	-	-	-	-	-
Payment of lease liabilities	-	-	-	-	-	-	(142,046)	(1,17,79,028)	(142,046)	(1,17,79,028)
Interest Expenses	-	-	-	-	-	-	19,950	20,76,600	19,950	20,76,600
Interest Paid	-	-	-	-	-	-	(19,950)	(20,76,600)	(19,950)	(20,76,600)
Net debt as at March 31, 2024	(661)	(69,458)	3,077,517	32,32,31,660	750,000	7,87,72,500	786,958	8,26,54,167	4,613,814	48,45,88,869

Cramlington Precision Forge Limited, United Kingdom

Notes to financial statements (Contd.)

Particulars	Other assets		Liabilities from financing activities		Liabilities from financing activities		Liabilities from financing activities		Total	
	Cash and cash equivalents		Current borrowings		Non-current borrowings		Lease liabilities		GBP	₹
	GBP	₹	GBP	₹	GBP	₹	GBP	₹		
Net debt as at April 1, 2022	(363)	(36,150)	2,707,737	26,93,11,553	750,000	7,45,95,000	1,026,818	10,21,27,240	4,484,192	44,59,97,643
Net cash flows from financing activities	72	8,056	-	-	-	-	-	-	72	8,056
Proceeds from borrowings	-	-	103,392	1,64,39,723	-	-	-	-	103,392	1,64,39,723
Foreign exchange adjustments	-	-	-	-	-	16,42,500	-	-	-	16,42,500
New lease	-	-	-	-	-	-	-	-	-	-
Payment of lease liabilities	-	-	-	-	-	-	(97,815)	(76,94,045)	(97,815)	(76,94,045)
Interest Expenses	-	-	-	-	-	-	54,531	52,89,368	54,531	52,89,368
Interest Paid	-	-	-	-	-	-	(54,531)	(52,89,368)	(54,531)	(52,89,368)
Net debt as at March 31, 2023	(435)	(44,206)	2,811,129	28,57,51,276	750,000	7,62,37,500	929,003	9,44,33,195	4,489,698	45,63,77,765

13 Lease liabilities	As at March 31, 2024				As at March 31, 2023			
	Long-term		Short-term		Long-term		Short-term	
	GBP	₹	GBP	₹	GBP	₹	GBP	₹
Lease liabilities:	669,201	7,02,86,187	117,757	1,23,67,980	865,241	8,79,51,718	63,763	64,81,476
Total	669,201	7,02,86,187	117,757	1,23,67,980	865,241	8,79,51,718	63,763	64,81,476

14 TRADE PAYABLES	As at March 31, 2024				As at March 31, 2023			
	Long-term		Short-term		Long-term		Short-term	
	GBP	₹	GBP	₹	GBP	₹	GBP	₹
Dues to others	-	-	4,143,282	43,51,68,926	-	-	4,635,122	47,11,60,170
	-	-	4,143,282	43,51,68,926	-	-	4,635,122	47,11,60,170

14 a) Trade payable ageing schedule 2023-24

Particulars	Outstanding for following periods from due date of payment						
	Not due	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total as on 31.03.2024	
Undisputed dues							
Others	GBP	1,172,546	2,793,148	177,357	231	-	4,143,282
	INR	12,31,52,550	29,33,64,313	1,86,27,781	24,282	-	43,51,68,926

14 b) Trade payable ageing schedule 2022-23

Particulars	Outstanding for following periods from due date of payment						
	Not due	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total as on 31.03.2023	
Undisputed dues							
Others	GBP	1,357,296	2,170,751	1,107,075	-	-	4,635,122
	INR	13,79,69,098	22,06,56,789	11,25,34,283	-	-	47,11,60,170

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	As at March 31, 2024				As at March 31, 2023			
	Long-term		Short-term		Long-term		Short-term	
	GBP	₹	GBP	₹	GBP	₹	GBP	₹
15 OTHER FINANCIAL LIABILITIES								
Others								
Interest accrued	98,816	1,03,78,632	-	-	77,024	78,29,452	-	-
Employee Benefits Payable			67,583	70,98,217			96,155	97,74,184
Non statutory dues	125,905	1,32,23,832	124,923	1,31,20,676	182,737	1,85,75,174	86,094	87,51,477
	224,721	2,36,02,464	192,506	2,02,18,893	259,760	2,64,04,626	182,249	1,85,25,661
16 OTHER CURRENT LIABILITIES								
Customer advances	-	-	-	-	-	-	5,196	5,28,164
Statutory dues	-	-	69,522	73,01,899	-	-	77,853	79,13,733
	-	-	69,522	73,01,899	-	-	83,049	84,41,897
17 REVENUE FROM OPERATIONS								
Sales of Products								
Domestic Sales			761,284	7,92,42,072	753,117	7,30,51,134		
Export Sales			16,203,986	1,68,66,72,895	17,001,450	1,64,91,12,361		
			16,965,270	1,76,59,14,967	17,754,568	1,72,21,63,494		
Other Operating Revenue (Refer Note 17A)			154,064	1,60,36,548	239,388	2,32,20,232		
Revenue from operations (Net)			17,119,334	1,78,19,51,515	17,993,956	1,74,53,83,727		
Reconciliation of revenue recognised with contract price								
Revenue as per contracted price			16,931,194	1,76,23,67,963	17,627,934	1,70,98,80,266		
Adjusted for:								
Rebates, returns, Cash discounts sales commission			34,076	35,47,004	126,633	1,22,83,229		
Total revenue from contract with customers			16,965,270	1,76,59,14,967	17,754,567	1,72,21,63,495		
17A OTHER OPERATING REVENUE								
Scrap Sales, Sale of Tools and Consumables			154,064	1,60,36,548	239,388	2,32,20,232		
			154,064	1,60,36,548	239,388	2,32,20,232		
18 OTHER INCOME								
Interest Income			14,357	14,94,399	-	-		
Write-back of loss allowance on Trade Receivables			-	-	25,305	24,54,543		
Other Non-operating Income (Miscellaneous Income)			478,941	4,98,52,943	182,422	1,76,94,590		
			493,298	5,13,47,342	207,727	2,01,49,133		

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Notes to financial statements (Contd.)

	Year ended March 31, 2024		Year ended March 31, 2023	
	GBP	₹	GBP	₹
19 COST OF RAW MATERIALS AND COMPONENTS CONSUMED				
Opening stock of raw materials and components	481,038	4,88,97,513	661,607	6,58,03,385
Add : Exchange rate fluctuation on account of average rate transferred to currency translation reserve		11,73,733		(16,28,608)
Add : Purchases during the year	6,500,820	67,66,70,334	6,517,011	63,21,39,202
Less : Exchange rate fluctuation on account of average rate transferred to currency translation reserve		(11,76,337)		(22,37,629)
Less: Closing stock of raw materials and components	1,251,423	13,14,36,920	481,038	4,88,97,516
	5,730,435	59,64,80,997	6,697,580	64,96,54,092
20 CHANGES IN INVENTORIES OF FINISHED GOODS AND WORK-IN-PROGRESS				
A. Opening Stock				
Work-in-progress	1,683,261	17,11,03,481	1,096,137	10,90,21,739
Finished goods	220,177	2,23,80,992	173,857	1,72,91,828
Add / (Less): Exchange rate fluctuation on account of average rate transferred to currency translation reserve		46,44,389		(31,26,301)
	1,903,438	19,81,28,862	1,269,994	12,31,87,265
B. Closing Stock				
Work-in-progress	1,883,777	19,78,53,127	1,683,261	17,11,03,501
Finished goods	443,812	4,66,13,565	220,177	2,23,81,009
Add / (Less): Exchange rate fluctuation on account of average rate transferred to currency translation reserve		21,87,934		88,54,161
	2,327,589	24,22,78,758	1,903,438	18,46,30,349
Net (increase) / decrease in inventories	(424,151)	(4,41,49,896)	(633,445)	(6,14,43,083)
21 EMPLOYEE BENEFITS EXPENSE				
Salaries and wages	3,872,488	40,30,87,224	3,831,464	37,16,45,605
Contribution to provident and other funds	556,587	5,79,35,161	502,650	4,87,56,220
Staff welfare expenses	93,088	96,89,576	61,310	59,46,993
	4,522,163	47,07,11,961	4,395,424	42,63,48,818
22 FINANCE COSTS				
Interest expenses				
- on lease liabilities	19,950	20,76,600	54,531	52,89,368
- others	194,679	2,02,64,104	146,228	1,41,83,867
	214,629	2,23,40,704	200,758	1,94,73,236

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Notes to financial statements (Contd.)

	Year ended March 31, 2024		Year ended March 31, 2023	
	GBP	₹	GBP	₹
23 DEPRECIATION AND AMORTIZATION EXPENSE				
Depreciation of tangible assets	306,559	3,19,09,685	305,532	2,96,36,048
Depreciation on right of use of asset	95,404	99,30,630	91,534	88,78,612
Amortization of intangible assets	-	-	-	-
	401,963	4,18,40,315	397,065	3,85,14,660
24 OTHER EXPENSES				
Stores and tools consumed	1,444,426	15,03,50,271	1,566,772	15,19,74,319
Power & fuel	565,860	5,89,00,413	613,742	5,95,31,992
Rent	148,712	1,54,79,446	139,745	1,35,55,079
Rates & taxes [excluding taxes on Income]	7,477	7,78,281	20,878	20,25,168
Insurance	285,517	2,97,19,500	153,813	1,49,19,633
Repairs and maintenance				
- Building	29,419	30,62,248	30,379	29,46,699
- Plant & Equipment	768,699	8,00,13,840	603,740	5,85,61,775
Sub-contract expenses	1,917,309	19,95,72,735	2,293,130	22,24,29,745
Freight & Cartage Inward	245,870	2,55,92,618	555,510	5,38,83,531
Audit fee	41,435	43,12,969	72,701	70,51,910
Net Foreign exchange loss(net off gain)	17,935	18,66,825	19,669	19,07,841
Freight & Cartage Outward	46,765	48,67,800	288,543	2,79,88,185
Finance guarantee expenses	3,904	4,06,379	15,000	14,54,975
Security expenses	165	17,175	-	-
Miscellaneous expenses (Under this head there is no expenditure which is in excess of 1% of Revenue from Operations or Rs. 10 lakhs whichever is higher)	230,788	2,40,22,724	390,299	3,78,58,080
	5,754,282	59,89,63,224	6,763,921	65,60,88,932

	Year ended March 31, 2024		Year ended March 31, 2023	
	GBP	₹	GBP	₹
25 Income Tax				
The major components of income tax expense and the reconciliation of expected tax expense based on the domestic effective tax rate of Cramlington Precision Forge Limited is at 19% and the reported tax expense in profit or loss are as follows:				
Profit or loss section				
Accounting profit before tax	1,413,311	14,71,11,552	380,380	3,68,96,205
Accounting profit before income tax				
i) At UK's statutory income tax rate of 19.00% (March 31, 2024: 19.00%)	268,529	2,79,51,195	72,272	70,10,279
Other adjustments	(268,529)	(2,79,51,195)	(72,272)	(70,10,279)
	-	-	-	-

**Cramlington Precision Forge Limited,
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Notes to financial statements (Contd.)

26 Computation of Ratios

A.	Ratios	Formula	As at / Year ended March 31, 2024	As at / Year ended March 31, 2023	Variance
(i)	Current Ratio	Current assets / current liabilities	0.82	0.68	20.59%
(ii)	Debt-Equity Ratio	Total debt / shareholder's equity	109.96	(2.50)	(4498.40%)*
(iii)	Debt Service Coverage Ratio	Earnings Available for Debt Service / (Interest Payments + Principal Repayments)	5.72	3.36	70.24%*
(iv)	Return on Equity Ratio	Net Profit after Tax / Average shareholder's equity	(208.35%)	(22.73%)	816.63%*
(v)	Inventory turnover ratio	Cost of goods sold / Average inventory	2.92	4.43	(34.09%)
(vi)	Trade Receivables turnover ratio	Revenue from Operations / Average Trade Receivables	10.72	9.07	18.19%
(vii)	Trade payables turnover ratio	Net credit purchase / Average Trade Payables	2.27	2.32	(2.16%)
(viii)	Net capital turnover ratio	Revenue from Operations / working capital	(12.24)	(6.95)	76.12%*
(ix)	Net profit ratio	Net Profit after Tax / Revenue from Operations	8.26%	2.11%	291.47%*
(x)	Return on Capital employed	Earnings Before Interest and Tax/ Capital employed (Equity Share Capital, Other Equity, Borrowings and Lease Liabilities)	34.70%	18.09%	91.82%*
(xi)	Return on Investment	Net Return / Cost of Investment	Not applicable	Not applicable	

B. Explanation for any change in the ratio by more than 25% as compared to the ratio of preceding year:

* The reason for changes in the above ratios are due to increase in revenue from operations and profit for the year.

27 Related party disclosures

Related Parties :

(I) Where Control exists:

(A) Ultimate Holding Company

Sundram Fasteners Limited

(B) Holding Company

Sundram International Limited, UK

(II) Other Related Parties with whom transactions have been entered into during the year :

(A) Fellow Subsidiaries

Sundram Fasteners (Zhejiang) Limited, Republic of China (Subsidiary of Sundram International Ltd, UK)

Sundram International Inc., Michigan, USA

TVS Upasana Limited, Chennai

Sundram Non-Conventional Energy Systems Limited, Chennai

Sundram Fasteners Investments Limited, Chennai.

TVS Next Limited, Chennai (Formerly TVS Infotech Limited)

TVS Next Inc., Michigan, USA (Formerly TVS Infotech Inc)(Subsidiary of TVS Next Ltd.)

TRANSLATED FINANCIAL STATEMENTS

Notes to financial statements (Contd.)

(III) Transactions with related parties referred in (I) and (II) above, in ordinary course of business:

Nature of transaction	Ultimate Holding Company		Holding Company		Fellow Subsidiary Companies	
	GBP	₹	GBP	₹	GBP	₹
Purchases						
Goods and Materials	2,563,118	26,67,94,919	-	-	-	-
	(1,413,769)	(13,71,33,227)	-	-	-	-
Sales						
Goods and Materials	7,827	8,14,712	-	-	-	-
	(23,435)	(22,73,163)	-	-	-	-
Finance						
Inter Corporate Deposit received (Net)	-	-	-	-	-	-
	-	-	-	-	-	-
Interest payable on Inter Corporate Deposit received	-	-	21,792	22,68,355	-	-
	-	-	(21,733)	(21,08,037)	-	-
Others						
Leasing or hire purchase arrangements	-	-	-	-	-	-
	-	-	-	-	-	-
Mis.Income / Services rendered	477,441	4,96,96,808	-	-	-	-
	(165,306)	(1,60,34,406)	-	-	-	-
Guarantees Commission	3,904	4,06,379	-	-	-	-
	(15,000)	(14,54,975)	-	-	-	-
Guarantees & Collateral	-	-	-	-	-	-
	-	-	-	-	-	-
Outstanding balances						
Due to the Company(Adv.from supplier)	5,958	6,25,800	-	-	-	-
	(2,035)	(2,06,888)	-	-	-	-
Due by the Company	2,482,054	26,06,90,126	1,048,816	11,01,57,132	-	-
	(2,634,309)	(26,77,77,536)	(827,024)	(8,40,66,952)	-	-

(Previous year figures are in brackets)

Cramlington Precision Forge Limited,
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TRANSLATED FINANCIAL STATEMENTS

Notes to financial statements (Contd.)

Particulars	31-Mar-24						31-Mar-23										
	FVTPL		FVOCI		Amortised Cost		Total		FVTPL		FVOCI		Amortised Cost		Total		
	GBP	₹	GBP	₹	GBP	₹	GBP	₹	GBP	₹	GBP	₹	GBP	₹	GBP	₹	
Financial Assets																	
Current Assets																	
Trade receivables	-	-	-	1,111,282	11,67,17,987	1,111,282	11,67,17,987	11,67,17,987	-	-	-	-	2,121,049	21,56,04,597	2,121,049	21,56,04,597	-
Other financial assets				113,000	1,18,68,390	113,000	1,18,68,390	1,18,68,390					-	-	-	-	-
Cash and Cash equivalents				661	69,458	661	69,458	69,458					435	44,206	435	44,206	44,206
Bank balance other than mentioned in cash and cash equivalents				642,994	6,75,33,660	642,994	6,75,33,660	6,75,33,660					165,000	1,67,72,250	165,000	1,67,72,250	1,67,72,250
Total Financial Assets	-	-	-	1,867,937	19,61,89,495	1,867,937	19,61,89,495	19,61,89,495	-	-	-	-	2,286,484	23,24,21,053	2,286,484	23,24,21,053	23,24,21,053
Financial Liabilities																	
Non-current liabilities																	
Borrowings	-	-	-	750,000	7,87,72,500	750,000	7,87,72,500	7,87,72,500	-	-	-	-	750,000	7,62,37,500	750,000	7,62,37,500	7,62,37,500
Lease Liabilities	-	-	-	669,201	7,02,86,187	669,201	7,02,86,187	7,02,86,187	-	-	-	-	865,241	8,79,51,718	865,241	8,79,51,718	8,79,51,718
Other financial liabilities	-	-	-	224,721	2,36,02,464	224,721	2,36,02,464	2,36,02,464	-	-	-	-	259,759	2,64,04,626	259,759	2,64,04,626	2,64,04,626
Current liabilities																	
Borrowings	-	-	-	3,077,517	32,32,31,660	3,077,517	32,32,31,660	32,32,31,660	-	-	-	-	2,811,129	28,57,51,276	2,811,129	28,57,51,276	28,57,51,276
Lease Liabilities	-	-	-	117,757	1,23,67,980	117,757	1,23,67,980	1,23,67,980	-	-	-	-	63,763	64,81,476	63,763	64,81,476	64,81,476
Trade payables	-	-	-	4,143,282	43,51,69,926	4,143,282	43,51,69,926	43,51,69,926	-	-	-	-	4,635,122	47,11,60,170	4,635,122	47,11,60,170	47,11,60,170
Other financial liabilities	-	-	-	192,506	2,02,18,893	192,506	2,02,18,893	2,02,18,893	-	-	-	-	182,249	1,85,25,661	182,249	1,85,25,661	1,85,25,661
Total Financial Liabilities	-	-	-	9,174,984	96,36,48,610	9,174,984	96,36,48,610	96,36,48,610	-	-	-	-	9,567,263	97,25,12,427	9,567,263	97,25,12,427	97,25,12,427

Fair value measurement hierarchy

The company uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

Level 1: quoted (unadjusted) prices in active markets for identical assets or liabilities

Level 2: other techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly or indirectly

Level 3: techniques which use inputs that have a significant effect on the recorded fair value that are not based on observable market data.

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Notes to financial statements (Contd.)

28a Accounting classification and fair value

Particulars Note	March 31, 2024		March 31, 2024			March 31, 2023			March 31, 2023			
	Carrying amount	GBP	Carrying amount	Level 1	Level 2	Level 3	Carrying amount	GBP	Carrying amount	Level 1	Level 2	Level 3
Financial assets												
Security deposits #	113,000		1,18,68,390	-	-	-	-	-	-	-	-	-
Trade receivables (including unbilled revenues) #	1,111,282		11,67,17,987	-	-	-	2,121,049		21,56,04,597	-	-	-
Cash and cash equivalents #	661		69,458	-	-	-	435		44,206	-	-	-
Bank balance other than cash and cash equivalents #	642,994		6,75,33,660	-	-	-	165,000		1,67,72,250	-	-	-
Total financial assets	1,867,937		19,61,89,495	-	-	-	2,286,484		23,24,21,053	-	-	-
Financial liabilities												
Borrowings (including current maturities of term loans from banks) #	750,000		7,87,72,500	-	-	-	750,000		7,62,37,500	-	-	-
Lease liabilities #	786,958		8,26,54,167	-	-	-	929,003		9,44,33,195	-	-	-
Trade payables #	4,143,282		43,51,68,926	-	-	-	4,635,122		47,11,60,170	-	-	-
Interest accrued but not due on borrowings #	98,816		1,03,78,632	-	-	-	77,024		78,29,452	-	-	-
Employee benefits payable #	3,077,517		32,32,31,660	-	-	-	2,811,129		28,57,51,276	-	-	-
Other payables #	67,583		70,98,217	-	-	-	96,155		97,74,184	-	-	-
	250,828		2,63,44,508	-	-	-	268,831		2,73,26,651	-	-	-
Total financial liabilities	9,174,984		96,36,48,609	-	-	-	9,567,264		97,25,12,427	-	-	-

For those financial assets and liabilities, which are not carried at its fair value, disclosure of fair value is not required as the carrying amounts approximates the fair values.

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Notes to financial statements (Contd.)

35 Financial instruments - fair values and risk management

A Accounting classification and fair values

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy:

Particulars	March 31, 2024		March 31, 2023		Total		Amortised cost		FVOCI		FVTPL		Total	
	GBP	₹	GBP	₹	GBP	₹	GBP	₹	GBP	₹	GBP	₹	GBP	₹
Financial assets														
Security deposits	-	-	113,000	1,18,68,390	113,000	1,18,68,390	-	-	-	-	-	-	-	-
Trade receivables	-	-	1,111,282	11,67,17,987	1,111,282	11,67,17,987	-	-	-	-	-	-	-	-
Cash and cash equivalents	-	-	661	69,458	661	69,458	-	-	-	-	-	-	-	-
Bank balance other than cash and cash equivalents	-	-	642,994	6,75,33,660	642,994	6,75,33,660	-	-	-	-	-	-	-	-
Total financial assets	-	-	1,867,938	19,61,89,495	1,867,938	19,61,89,495	-	-	-	-	-	-	-	-
Financial liabilities														
Borrowings and interest thereon	-	-	3,926,333	41,23,82,792	3,926,333	41,23,82,792	-	-	-	-	-	-	-	-
Trade payables	-	-	4,143,282	43,51,68,926	4,143,282	43,51,68,926	-	-	-	-	-	-	-	-
Employee benefits payable	-	-	67,583	70,98,217	67,583	70,98,217	-	-	-	-	-	-	-	-
Other payables	-	-	250,828	2,63,44,508	250,828	2,63,44,508	-	-	-	-	-	-	-	-
Total financial liabilities	-	-	8,388,027	88,09,94,443	8,388,027	88,09,94,443	-	-	-	-	-	-	-	-

Fair value measurement hierarchy

The company uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

Level 1: quoted (unadjusted) prices in active markets for identical assets or liabilities

Level 2: other techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly or indirectly

Level 3: techniques which use inputs that have a significant effect on the recorded fair value that are not based on observable market data

TRANSLATED FINANCIAL STATEMENTS

Notes to financial statements (Contd.)

1 Financial instruments - fair values and risk management

Financial risk management

The company has exposure to the following risks arising from financial instruments:

- Market risk
- Credit risk
- Liquidity risk

a) Market risk

i) Foreign currency risk

	Short term exposure			Long-term exposure		
	USD	EUR and others	Total	USD	EUR and others	Total
March 31, 2024						
Financial assets	-	-	-	-	-	-
Financial liabilities	-	-	-	-	-	-
	-	-	-	-	-	-
March 31, 2023						
Financial assets	-	-	-	-	-	-
Financial liabilities	-	-	-	-	-	-
	-	-	-	-	-	-

ii) Interest rate risk

Interest rate exposure

Particulars	Floating rate instruments		Fixed rate instruments		Total	
	GBP	₹	GBP	₹	GBP	₹
Financial assets	-	-	113,000	1,18,68,390	113,000	1,18,68,390
Financial liabilities	(3,926,333)	(41,23,82,792)	-	-	(3,926,333)	(41,23,82,792)
As at March 31, 2024	(3,926,333)	(41,23,82,792)	113,000	1,18,68,390	(3,813,333)	(40,05,14,402)
Financial assets	-	-	-	-	-	-
Financial liabilities	(3,638,153)	(36,98,18,228)	-	-	(3,638,153)	(36,98,18,228)
As at March 31, 2023	(3,638,153)	(36,98,18,228)	-	-	(3,638,153)	(36,98,18,228)

Interest rate sensitivity

The following table illustrates the sensitivity of profit and equity to a reasonably possible change in interest rates of +/- 1% for the year ended March 31, 2024 and March 31, 2023. These changes are considered to be reasonably possible based on observation of current market conditions.

		As at March 31, 2024	As at March 31, 2023
Increase	+1%	41,23,828	36,98,182
Decrease	-1%	(41,23,828)	(36,98,182)

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Notes to financial statements (Contd.)

iii) Equity price risk

The company invests in listed and unlisted equity instruments. All investments in equity portfolio are reviewed and approved by the board of directors.

	As at March 31, 2024	As at March 31, 2023
At the reporting date, the exposure to listed equity securities at fair value	-	-

b) Credit risk

The carrying amount of financial assets represents the maximum credit exposure.

Particulars	Reference	Carrying amount			
		As at March 31, 2024		As at March 31, 2023	
		GBP	₹	GBP	₹
Trade receivables	(i)	1,111,282	11,67,17,987	2,121,049	21,56,04,597
Security deposits		113,000	1,18,68,390	-	-
Cash and cash equivalents		661	69,458	435	44,206
Bank balance other than cash and cash equivalents		642,994	6,75,33,660	165,000	1,67,72,250
Total		1,867,938	19,61,89,495	2,286,484	23,24,21,053

(i) Trade receivables (including unbilled revenue)

The maximum exposure to credit risk for trade receivables (including unbilled revenue) are as follows:

	As at March 31, 2024		As at March 31, 2023	
	GBP	₹	GBP	₹
Not more than 180 days	737,162	7,74,24,172	2,010,785.41	20,43,96,336.40
More than 180 days	374,120	3,92,93,815	110,263.26	1,12,08,260.38
Sub-total	1,111,282	11,67,17,987	2,121,049	21,56,04,597
Less: Loss allowance in accordance with expected credit loss model	-	-	-	-
Total	1,111,282	11,67,17,987	2,121,049	21,56,04,597

The composition of trade receivable and unbilled revenue balances are as follows:-

in INR

Particulars	Year ended March 31, 2024				Year ended March 31, 2023			
	Weighted average loss rate	Gross carrying amount	Loss allowance	Credit impaired	Weighted average loss rate	Gross carrying amount	Loss allowance	Credit impaired
Not due	0.00%	6,30,61,654	-	-	0.00%	29,72,538	-	-
0 to 6 months	0.00%	1,43,62,519	-	-	0.00%	20,14,23,798	-	-
6 months to one year	0.00%	3,00,57,309	-	-	0.00%	4,49,853	-	-
More than one year	0.00%	92,36,506	-	-	0.00%	1,07,58,407	-	-
Sub-total	0.00%	11,67,17,987	-	-	0.00%	21,56,04,597	-	-
Add: Unbilled dues		-	-	-		-	-	-
Add: Disputed trade receivables		-	-	-		-	-	-
Total trade receivables		11,67,17,987	-	-		21,56,04,597	-	-

Note: 1. There are no rebates, discounts, commission, etc., adjusted against the revenue as per contracted price

2. Invoices are issued according to contractual terms which is specific to each customers which is usually payable within 45 to 90 days

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Notes to financial statements (Contd.)

c) Liquidity risk

The table below provides details regarding the remaining contractual maturities of financial liabilities at the reporting date based on contractual undiscounted payments.

in INR

	As at March 31, 2024			As at March 31, 2023		
	Carrying amount	Less than 180 days	More than 180 days	Carrying amount	Less than 180 days	More than 180 days
Borrowings and interest thereon	41,23,82,792	32,32,31,660	8,91,51,132	36,98,18,228	28,57,51,276	8,40,66,952
Trade payables	43,51,68,926	29,34,00,000	14,17,68,926	47,11,60,170	24,82,97,492	22,28,62,677
Employee benefits payable	70,98,217	70,98,217	-	97,74,184	97,74,184	-
Other payables	2,63,44,508	1,31,20,676	1,32,23,832	2,73,26,651	87,51,477	1,85,75,174
Total	88,09,94,443	63,68,50,553	24,41,43,890	87,80,79,233	55,25,74,429	32,55,04,804

2 Contingencies and commitments

	As at March 31, 2024	As at March 31, 2023
a) Contingent liabilities	-	-
b) Contingent assets	-	-
c) Capital Commitments	-	-

3 Segment Reporting

	As at March 31, 2024
a. Net sales to external customers by geographic area by location of customers	
India	2,21,191
United States of America	39,86,159
United Kingdom	53,55,12,177
China	-
Rest of the World	1,24,22,31,989
Total	1,78,19,51,515
b. Non-current assets (Property, plant and equipment, intangible assets, other non-current assets and goodwill) by geographic areas	
United Kingdom	32,18,99,451
c. Trade receivable by geographic areas	
India	6,25,800
United States of America	4,69,667
United Kingdom	1,06,44,636
China	-
Rest of the World	10,49,77,884
Total	11,67,17,987

4 The Company does not have any CWIP which is overdue or has exceeded its cost compared to its original plan.

