AMARA RAJA BATTERIES MIDDLE EAST (FZE)
SHARJAH, UNITED ARAB EMIRATES

Report of the Directors
For the year ended March 31, 2024

The Directors have pleasure in presenting their report and the audited financial statements for the year ended March 31, 2024.

PRINCIPAL ACTIVITIES

The company is mainly engaged in the activity of Trading of batteries and related products

BUSINESS OPERATIONS REVIEW AND FUTURE BUSINESS DEVELOPMENTS

The company's performance was satisfactory with a turnover of AED 2,854,327 (P.Y. AED 4,155,081) for the year ended March 31, 2024. The Company has achieved a gross margin of 36.97% (P.Y. 36.39%) and a net profit of AED 504,894 (P.Y. AED 769,931) during the year. The Directors are optimistic about the prospects for the ensuring year and expect to improve the performance of the company.

RISK MANAGEMENT & INTERNAL CONTROL SYSTEMS

The Company is committed to the management of risk to achieve sustainability, employment and surplus. The risk management framework identifies, assesses, manages and reports risk on a consistent and reliable basis. The primary risks are those of credit, market (liquidity, interest rate and foreign exchange) and operational risk.

The management recognizes their responsibility for system of internal control and for reviewing its effectiveness. In view of the above, company continuously monitors risks through means of administrative and information systems.

CREDITORS PAYMENT POLICY

The Company maintains a policy of paying suppliers in accordance with terms and conditions agreed with them.

PROPERTY, PLANT & EQUIPMENT

The movements in the tangible property, plant and equipment account is set out in note 6 of the financial statements.

AUDITORS

The Auditors, M/s FALCON INTERNATIONAL CONSULTING & AUDITING, Chartered Accountants, Dubai, United Arab Emirates are willing to continue in office and a resolution to re-appoint them will be proposed in the Annual General Meeting (AGM).

DIRECTORS RESPONSIBILITIES

The Company law requires the Directors to prepare the financial statements for each financial year which gives a true and fair view of the state of affairs of the company and net profit or (loss) for that year and to enable them to ensure that the financial statements comply with the relevant governing laws.

ACKNOWLEDGMENTS

The Directors wish to place on record the sincere gratitude for the continuous support extended by various government departments, bankers, customers, suppliers, employees and all well wishers.

On behalf of the Board of Directors

Mr Rohit Arora (Director)
May 22, 2024

License No: 13517
SAIF ZONE - U.A.E.

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INDEPENDENT AUDITOR'S REPORT

To
The Shareholders
M/s. Amara Raja Batteries Middle East (FZE)
Saif Executive Office P8-15-64,
PO Box 124018,
Sharjah, UAE.

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of **M/s. Amara Raja Batteries Middle East (FZE), Sharjah, UAE (the "Company"),** which comprise the statement of financial position as at **March 31, 2024** and the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Company as at **March 31, 2024**, and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs).

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) together with the ethical requirements that are relevant to our audit of the financial statements in the UAE, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information

Management is responsible for the other information. Other information comprises the directors' report as required by the UAE Federal Law No. (2) of 2015, which we obtained prior to the date of this auditor's report. The other information does not include the financial statements and our auditor's report thereon.

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

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E-mail: carakesh@falconauditing.com, admin@falconauditing.com, Website: www.falconfinservices.com

Responsibilities of Management and Those Charged With Governance for the Financial Statements

Management is responsible for the preparation of financial statements that give a true and fair view in accordance with IFRSs, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Those charged with governance are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

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- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Report on Other Legal and Regulatory Requirements

As required by the UAE Federal Law No. (2) of 2015, we report that:

i. we have obtained all the information we considered necessary for the purpose of our audit;
ii. the financial statements have been prepared and comply, in all material respects, with the applicable provisions of the UAE Federal Law No. (2) of 2015;
iii. the Company has maintained proper books of account;
iv. the financial information included in the Directors' report is consistent with the books of account of the Company;
v. the Company has not purchased or invested in any shares during the financial year ended March 31, 2024;
vi. the Company has not made any social contributions made during the financial year ended March 31, 2024; and
vii. based on the information that has been made available to us nothing has come to our attention which causes us to believe that the Company has contravened during the financial year ended March 31, 2024 any of the applicable provisions of the UAE Federal Law No. (2) of 2015 or of its Memorandum and Articles of Association which would materially affect its activities or its financial position as at March 31, 2024 and there are no penalties imposed on the Company.

For FALCON INTERNATIONAL CONSULTING & AUDITING
Chartered Accountants

Rakesh Jain

Managing Partner
(Rakesh Jain)
Reg. No: 606

P.O.Box: 44624
Dubai - U.A.E.
FALCON INTERNATIONAL CONSULTING & AUDITING

May 22, 2024

AMARA RAJA BATTERIES MIDDLE EAST (FZE)
SHARJAH, UNITED ARAB EMIRATES

STATEMENT OF FINANCIAL POSITION AS ON MARCH 31, 2024

	Notes	31-03-2024 AED	31-03-2023 AED
NON-CURRENT ASSETS			
(a) Property, plant and equipment	6	**2,136**	3,258
(b) Other non current assets	7	**24,705**	24,705
		26,841	27,963
CURRENT ASSETS			
(a) Trade receivables	8	**76,098**	219,500
(b) Inventory	11	**339,791**	338,595
(c) Cash and cash equivalents	12	**1,815,040**	1,191,424
(d) Other receivables	9	**70,279**	49,669
(e) Due from related parties	10	**672,028**	515,037
		2,973,236	2,314,225
TOTAL ASSETS		**3,000,077**	2,342,188
EQUITIES & LIABILITIES			
(a) Share capital		**300,000**	300,000
(b) Retained earnings	17	**1,790,240**	1,285,346
		2,090,240	1,585,346
NON-CURRENT LIABILITIES			
(a) Provision for employees benefit	16	**54,984**	40,386
		54,984	40,386
CURRENT LIABILITIES			
(a) Trade payables	13	**107,390**	19,206
(b) Other payables	14	**170,253**	84,135
(c) Due to related party	15	**577,210**	613,115
		854,853	716,456
TOTAL LIABILITIES		**909,837**	756,842
TOTAL EQUITY AND LIABILITIES		**3,000,077**	2,342,188

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

The report of the Independent auditor is set out on pages 3 to 5.

We confirm that we are responsible for these financial statements,including selecting the accounting policies and making the judgements underlying them.

Approved by the Directors on May 22, 2024

For AMARA RAJA BATTERIES MIDDLE EAST (FZE)

License No. 19317
SAIF ZONE - U.A.E.

Mr Rohit Arora (Director)

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AMARA RAJA BATTERIES MIDDLE EAST (FZE)
SHARJAH, UNITED ARAB EMIRATES

STATEMENT OF PROFIT & LOSS AND OTHER COMPREHENSIVE INCOME STATEMENT FOR THE YEAR ENDED MARCH 31, 2024

	Notes	31-03-2024 AED	31-03-2023 AED
Sales	18	**2,854,327**	4,155,081
Cost of sales	19	**(1,798,994)**	(2,643,188)
Gross profit		**1,055,333**	1,511,893
Other Income	22	**318,887**	-
Deduct			
General and administrative expenses	20	**862,539**	735,752
Finance charges	21	**5,665**	5,798
Depreciation (Refer Note No. 6)		**1,122**	412
Total operating expenses		**869,326**	741,962
Net profit for the year		**504,894**	769,931

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

The report of the Independent auditor is set out on pages 3 to 5.

Approved by the Directors on May 22, 2024

For AMARA RAJA BATTERIES MIDDLE EAST (FZE)

Rohit Arora

Mr Rohit Arora (Director)

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AMARA RAJA BATTERIES MIDDLE EAST (FZE)
SHARJAH, UNITED ARAB EMIRATES

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED MARCH 31, 2024

	Share Capital	Retained Earnings	Total AED
Balance as at 31-03-2022	300,000	515,415	**815,415**
Net profit for the year	-	769,931	**769,931**
Balance as at 31-03-2023	**300,000**	**1,285,346**	**1,585,346**
Net profit for the year	-	504,894	**504,894**
Balance as at 31-03-2024	**300,000**	**1,790,240**	**2,090,240**

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

The report of the Independent auditor is set out on pages 3 to 5.

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STATEMENT OF CASH FLOWS FOR THE YEAR ENDED MARCH 31, 2024

	31-03-2024 AED	31-03-2023 AED
Cash flows from operating activities		
Net profit for the year	**504,894**	769,931
Add:Depreciation	**1,122**	412
Funds generated from operations	**506,016**	770,343
Changes in working capital		
(Increase) / decrease in other non current assets	-	(18,655)
(Increase) / decrease in inventory	**(1,196)**	58,518
(Increase) / decrease in trade & other receivables	**143,402**	62,345
(Increase) / decrease in due from related parties	**(156,991)**	(37,926)
(Increase) / decrease in other current assets	**(20,610)**	(31,420)
(Increase) / decrease in due to related parties	**(35,905)**	58,957
Increase / (decrease) in trade & other payables	**88,184**	18,250
Increase / (decrease) in other current liabilities	**162,821**	(15,968)
Increase / (decrease) in accruel & provisions	**(76,703)**	58,233
Increase / (decrease) in non current liabilities	**14,598**	8,234
Net cash inflow / (outflow) from working capital activities	**117,600**	160,568
Net cash inflow / (outflow) from operating activities	**623,616**	930,911
Cash flows from investing activities		
Changes in property,plant & equipments	-	(3,645)
Net cash inflow / (outflow) from investing activities	-	(3,645)
Cash flow from financing activities	-	-
Net cash inflow / (outflow) from financing activities	-	-
Cash and cash equivalents at the end of the year	**623,616**	927,266
Cash & cash equivalents at the beginning of the year	**1,191,424**	264,158
Cash & cash equivalents at the end of the year	**1,815,040**	1,191,424
Represented By:		
Cash and cash equivalents (Note No. 12)	**1,815,040**	1,191,424

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

The report of the Independent auditor is set out on pages 3 to 5.

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AMARA RAJA BATTERIES MIDDLE EAST (FZE)

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AMARA RAJA BATTERIES MIDDLE EAST (FZE)
SHARJAH, UNITED ARAB EMIRATES

Notes to the Financial Statements for the year ended March 31, 2024

1. CORPORATE INFORMATION

a) **M/s. Amara Raja Batteries Middle East (FZE)** (the "Company") was registered with the Sharjah Airport International Free Zone Authority, Sharjah,, UAE, vide License No. 19817 issued on July 31, 2018 and the license is valid up to July 31, 2024.

b) The company is mainly engaged in the activity of Trading of batteries and related products.

c) The management and control of the Company is vested with the Director Mr. Rohit Suresh Kumar Arora.

d) The registered office address of the company is Saif Executive Office P8-15-64, PO Box 124018, Sharjah, UAE.

e) **SHARE CAPITAL**

Authorised, issued and paid up capital of the Company is AED 3,00,000 divided into 2 shares of AED 150,000 each fully paid and held by the Shareholders as follows:

Sl No	Name of Shareholders	No. of Shares	Amount AED	%
1	M/s Amara Raja Energy & Mobility Limited (Formerly known as Amara Raja Batteries Ltd)	2	300,000	100
		2	**300,000**	**100**

2.1 BASIS OF PREPARATION

The financial statements of the Company have been prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") and applicable provisions of relevant UAE Laws.

The financial statements have been prepared on a historical cost basis except as disclosed in the accounting policies below.

2.2 STATEMENT OF COMPLIANCE

The financial statements have been presented in UAE Dirhams (AED) which is Company's functional and presentation currency.

The financial statements have been prepared on a historical cost basis except as disclosed in the accounting policies below.

2.3 STANDARDS ISSUED BUT NOT YET EFFECTIVE

The standards, amendments and interpretations that are issued, but not yet effective, up to the date of issuance of the financial statements are disclosed below. The Company intends to adopt these standards, if applicable, when they become effective.

- IFRS 17: Insurance contracts (1 January 2023)
- Initial Application of IFRS 17 and IFRS 9 - Comparative Information - Amendments to IFRS 17 (1 January 2023)
- Disclosure of Accounting Policies - Amendments to IFRS 1 and IFRS Practice Statement 2 (1 January 2023)
- Definition of Accounting Estimates - Amendments to IFRS 8 (1 January 2023)
- Deferred Tax related to Assets and Liabilities arising from a Single Transaction - Amendments to IFRS 12 (1January 2023)
- Lease Liability in a Sale and Leaseback - Amendments to IFRS 16 (1 January 2024)
- Non-current Liabilities with Covenants - Amendments to IFRS 1 (1 January 2024)
- Classification of Liabilities as Current Or Non-Current - Amendments to IFRS 1 (1 January 2024)
- Sale or Contribution of Assets between an Investor and its Associate or Joint Venture - Amendments to IFRS 10 and IAS 28 (To be determined)

The Company is currently assessing the impact of these standards on the future financial statements and intends to adopt these standards, if applicable, when they become effective and mandatory applied.

3. MATERIAL ACCOUNTING POLICIES

The material accounting policies adopted, and those have been consistently applied, are as follows:

a. Revenue recognition

Revenue from rendering goods and services is recognized when.

i. The amount of revenue can be measured reliably;
ii. It is probable that the economic benefits will flow to the seller;
iii. The stage of completion at the balance sheet date can be measured reliably; and
iv. The costs incurred, or to be incurred, in respect of the transaction can be measured reliably.

b. Going concern basis of accounting

The financial statements have been prepared on a going concern basis on the assumption that the Company will be able to meet is payment obligations as and when they fall due for payment, the bank finance and the financial support of the Shareholder would be available on a continuing basis. The Company's operations are profitable and it has a sound financial position.

c. Accrual basis of accounting

The Company prepares the financial statements, except for cash flows information, using the accrual basis of accounting i.e. all items of assets, liabilities, equity, income and expenses are recognized as they arise.

d. Use of significant estimates, assumptions and judgements

Based on the historical experience and reasonable expectations of future events, the management makes judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses and disclosure of contingencies and commitments. These relate to lives of items of property and equipment and investment properties and their residual values, impairment of property and equipment,

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investment properties, provision for doubtful trade advances and dues from related parties and write-down of inventories and provisions for staff end-of-service gratuity.

e. **Foreign currency transactions and balances**
Transactions in foreign currencies are translated into UAE Dirhams at the rate of exchange ruling on the date of the transactions.
Monetary assets and liabilities expressed in foreign currencies are translated into UAE Dirhams at the rate of exchange ruling at the balance sheet date.
Gains or losses resulting from foreign currency transactions are taken to the income statement.

f. **Property and equipment**
The company management determines the estimated useful lives of its property and equipment for calculating depreciation. This estimate is determined after considering the expected usage of the asset or physical wear and tear. Management reviews the residual value and useful lives annually and future depreciation charge would be adjusted where the management believes the useful lives differ from previous estimates.

g. **Impairment**
At each end of the reporting period, management assesses the property and equipment to determine whether there are any indications that they may be impaired. In the absence of such indications, no further action is taken. If such indications do exist, an analysis of each asset is undertaken to determine its net recoverable amount and, if this is below its carrying amount, a provision is made.

h. **Cash and cash equivalents**
Cash and cash equivalents comprise cash, balances in bank current accounts and bank deposits free of encumbrance with a maturity date of three months or less from the date of deposit.

i. **Staff end-of-service benefits**
Amount required to cover end of service indemnity at the balance sheet date are computed pursuant to United Arab Emirates Federal Labour Law based on the employees' accumulated period of service and basic remuneration at the balance sheet date.

j. **Trade and other payables**
These amounts represent liabilities for goods and services provided to the Company prior to the end of the reporting date. The amounts are unsecured and usually paid within 90 days of recognition. These balances are presented as current liabilities unless payment is not due within twelve months after the reporting date. They are recognized initially at their fair value and subsequently measured at amortised cost using the effective interest method.

k. **Statement of cash flows**
Statement of cash flows is prepared segregating the cash flows from operating, investing and financing activities based on the nature of items. Cash flows under the operating activities are reported using the indirect method, whereby profit/(loss) is adjusted for the effects of transactions of non-cash nature, any deferrals or accruals of past or future of cash receipts and payments and for items of income and expenses which are reflected in investing or financial activities.

l. **Non-derivative financial assets and liabilities**
Non-derivative financial assets

Receivables
Receivables are those financial assets that have fixed or determinable payments and for which there is no active market are initially recognized at fair value plus any directly attributable

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transactions costs. Subsequent to initial recognition they are measured at amortised cost using the effective interest method. These comprise trade and other receivables, bank balances and dues from related parties.
Trade receivables represent amounts due from customers for goods sold in the ordinary course of business. If collection is expected in one period or less, they are classified as current assets otherwise as non-current assets. These are carried at the invoiced amounts less an estimate of provision for doubtful receivables based on a review of all outstanding amounts at the period-end. Bad debts are written off when identified.

Non-derivative financial liabilities
The non-derivative financial liabilities comprise trade and other payables and Shareholder's current account.

Derecognition of financial assets and liabilities
The Company derecognizes a financial asset when its contractual rights to cash flows from the assets cease and any interest in such derecognised financial assets that is created or retained by the Company is recognised as a separate asset. The Company derecognises a financial liability when its contractual obligations are discharged or cancelled or expire.

Offsetting of financial assets and liabilities
Financial assets and financial liabilities are offset and the net amount presented in the statement of financial **position** when, and only when, the Company has a legal right to offset the amounts and intends either to settle the on a net basis or to realise the asset and settle the liability simultaneously.

m. Contingencies
Contingent liabilities are not recognized in the financial statements. They are disclosed unless the possibility of an outflow of resources embodying economic benefits is remote. A contingent asset is not recognized in the financial statements but disclosed when an inflow of economic benefits is probable.

n. Value-added tax (VAT)
VAT input credits are accounted as VAT receivable and the VAT amounts charged to customers are accounted as VAT payable. The net amount of VAT payable after offsetting the VAT receivable is paid to the Government within the stipulated time of 28 days from the end of the Tax Period as allocated to the Company and is classified as VAT payable under trade and other payables. If the net amount is receivable, it is classified as VAT receivable under contracts/trade and other receivables

4. Risk management
The Company's activities are exposed to a variety of financial risks such as credit, market and liquidity risks as follows:

a. Credit risk
This is the risk of financial loss to the Company if a customer or a counterparty to a financial instrument fails to meet its contractual obligations and arises principally from the customer and the bank. The credit risk, where relevant is explained in the notes on the related account balances, namely trade receivables, deposits and bank balances.

b. Market risk
These are the risks arising from changes in market prices, particularly, currency and interest rates which would affect the Company's income or the value of its holdings of financial instruments.

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The management strives to manage market risk exposures within acceptable parameters, while optimising the return.

c. **Currency risk**

The Company is not exposed to any currency risk as its transactions are made in UAE Dirham & US Dollar to which the Dirham is fixed.

This is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. Management monitors its cash requirements to ensure adequacy of funding. If necessary, funds are arranged from the Shareholders to ensure that the payment obligations are met on time.

5. CAPITAL MANAGEMENT

Capital consists of share capital, retained earnings and Shareholder's current account. The Company manages its capital with an objective to ensure that adequate funds are available to it on an on-going basis to continue the operations of the Company as a going concern and provide the Shareholder with reasonable rate of return under the prevailing economic conditions and the risks encountered.

6. PROPERTY, PLANT AND EQUIPMENT FOR THE YEAR ENDED MARCH 31, 2024

	Office Equipment	Total AED
Cost		
As on 01-04-2023	4,138	4,138
As at 31-03-2024	**4,138**	**4,138**
Accumulated depreciation		
As on 01-04-2023	880	880
For the year	1,122	1,122
As at 31-03-2024	**2,002**	**2,002**
Net Book Value as at 31-03-2024	**2,136**	**2,136**
Net Book Value as at 31-03-2023	3,258	3,258

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

The report of the Independent auditor is set out on pages 3 to 5.

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AMARA RAJA BATTERIES MIDDLE EAST (FZE)

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AMARA RAJA BATTERIES MIDDLE EAST (FZE)
SHARJAH, UNITED ARAB EMIRATES

Notes related to the financial statements (continued) for the year ended March 31, 2024

		31-03-2024 AED	31-03-2023 AED
7	**OTHER NON CURRENT ASSETS**		
	Refundable deposits	**24,705**	24,705
		24,705	24,705
8	**TRADE RECEIVABLES**		
	Sundry debtors	**76,098**	219,500
		76,098	219,500
	Ageing analysis:		
	Due for less than 3 months	**76,098**	210,484
	Due for more than 3 months	**-**	9,016
		76,098	219,500
9	**OTHER RECEIVABLES**		
	Prepayments	**42,394**	-
	VAT Receivables	**11,452**	8,468
	Deposits & Advances	**16,433**	41,201
		70,279	49,669
10	**DUE FROM RELATED PARTIES**		
	M/s. Amara Raja Energy & Mobility Limited	**672,028**	515,037
	(Formerly known as Amara Raja Batteries Ltd)	**672,028**	515,037
11	**INVENTORY**		
	Inventories	**339,791**	338,595
		339,791	338,595
12	**CASH AND CASH EQUIVALENTS**		
	Cash at bank	**1,815,040**	1,191,424
		1,815,040	1,191,424
13	**TRADE PAYABLES**		
	Sundry creditors	**107,390**	19,206
		107,390	19,206
14	**OTHER PAYABLES**		
	Advance from customers	**162,821**	-
	Accruals & provisions	**7,432**	84,135
		170,253	84,135
15	**DUE TO RELATED PARTY**		
	M/s Amara Raja Energy & Mobility Limited	**577,210**	613,115
	(Formerly known as Amara Raja Batteries Ltd)	**577,210**	613,115

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	31-03-2024 AED	31-03-2023 AED
16 PROVISION FOR EMPLOYEES BENEFIT		
Provision for employees benefit	**54,984**	40,386
	54,984	40,386
17 RETAINED EARNINGS		
Opening balance	**1,285,346**	515,415
Net profit for the year	**504,894**	769,931
	1,790,240	1,285,346
18 REVENUE		
Sales of product	**2,501,185**	3,640,045
Sales of service	**353,142**	515,036
	2,854,327	4,155,081
19 COST OF SALES		
Opening stock	**338,595**	397,113
Purchases including direct expenses	**1,800,190**	2,584,670
Less: Closing stock	**(339,791)**	(338,595)
	1,798,994	2,643,188
20 GENERAL & ADMINISTRATIVE EXPENSES		
Salaries and other related benefits	**541,225**	359,858
Rent & accomodation	**14,434**	18,668
Communication & utilities	**27,867**	15,880
Foreign exchange loss	**2,048**	24,150
Legal, professional charges	**32,960**	49,330
Rates & taxes	**25,993**	32,826
Freight expense	**114,060**	172,897
Travelling & vehicle expenses	**102,414**	60,051
Miscellaneous	**1,538**	2,092
	862,539	735,752
21 FINANCE CHARGES		
Bank charges & interest	**5,665**	5,798
	5,665	5,798
22 OTHER INCOME		
Other income	**318,887**	-
	318,887	-

23 CONTINGENT LIABILITY

Except for the ongoing business obligations which are under normal course of business against which no loss is expected,there has been no other known contingent liability or capital commitment on company's account as of balance sheet date.

24 RELATED PARTIES

The company enters into transactions with entities that fall within the definition of a related party as contained in International Accounting Standard 24.The management considers such transactions to be in the normal course of business.

	31-03-2024 AED	31-03-2023 AED
At the balance sheet date significant balances with related parties were as follows:		
Due from related parties	**672,028**	515,037
Due to related parties	**577,210**	613,115
Significant transactions with related parties during the year were as follows:		
Receivable against provision of service	**672,028**	515,037
Payable against purchase of goods	**577,210**	613,115

25 FINANCIAL INSTRUMENTS

Financial instruments of the company comprises of cash and bank balances,trade receivables, other receivables, due from related party, trade payables, other payables and bank borrowings.

Risk Management

Credit Risk

Financial assets which potentially expose the company to concentration of credit risk comprise principally bank balances, trade receivables, due from related party and other receivables.

The Company's bank accounts are placed with high quality financial institutions.

Currency Risk

There are no significant exchange rate risks as substantially all financial assets and financial liabilities are denominated in Arab Emirates Dirhams.

Interest rate risk

Borrowing facilities are regularly reviewed to ensure that the company obtains the best available pricing terms and conditions on its borrowings. There is no borrowings.

All other loans, receivable and borrowings are subject to floating interest rates at levels generally obtained in the UAE or are linked to LIBOR and are therefore exposed to cash flow interest rate risk.

26 LEVEL OF PRECISION

All figures are rounded off to nearest Dirhams (AED).

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27 COMPARATIVE AMOUNTS

Figures of the previous year are regrouped/ reclassified whenever necessary to confirm the current year's presentation.

Approved by the Directors on May 22, 2024
For AMARA RAJA BATTERIES MIDDLE EAST (FZE)

Rohit Arora

Mr Rohit Arora (Director)

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