PRECISION METALIKS LIMITED

August 29, 2023

To
The Manager
Listing Department
National Stock Exchange of India Limited
Exchange Plaza, G-Block
Bandra Kurla Complex, Bandra (E)
Mumbai – 400051

Ref: NSE Symbol - PRECISION

Sub: Annual Report for the Financial Year 2022-2023

Dear Sir / Madam

This is further to our disclosure dated August 24, 2023 wherein Precision Metaliks Limited ("the Company") had inter-alia informed regarding the Eleventh Annual General Meeting ("AGM") of the Company will be held on Saturday, September 23, 2023.

The AGM is being held via two-way Video Conference/Other Audio-Visual Means. This is in compliance with the General Circulars issued by the Ministry of Corporate Affairs dated April 8, 2020, April 13, 2020, May 5, 2020 and subsequent Circulars issued in this regard, the latest being December 28, 2022.

Please find enclosed herewith the Annual Report of the Company for the Financial Year 2022-2023 including the Notice for the Eleventh Annual General Meeting. The Annual Report is available on the website of the Company at the following link:
https://precision-metaliks.com/annual-reports/

The Annual Report is being sent only through electronic mode, to those Members whose e-mail addresses are registered with the Registrar and Transfer Agent / Depository Participant / Depositories. This is in compliance with the SEBI Circulars dated May 12, 2020, January 15, 2021, May 13, 2022 and January 5, 2023 and applicable Circulars issued by Ministry of Corporate Affairs in this regard from time to time.

This disclosure is being submitted pursuant to Regulation 34(1) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.

Kindly take the same on record.

For Precision Metaliks Limited

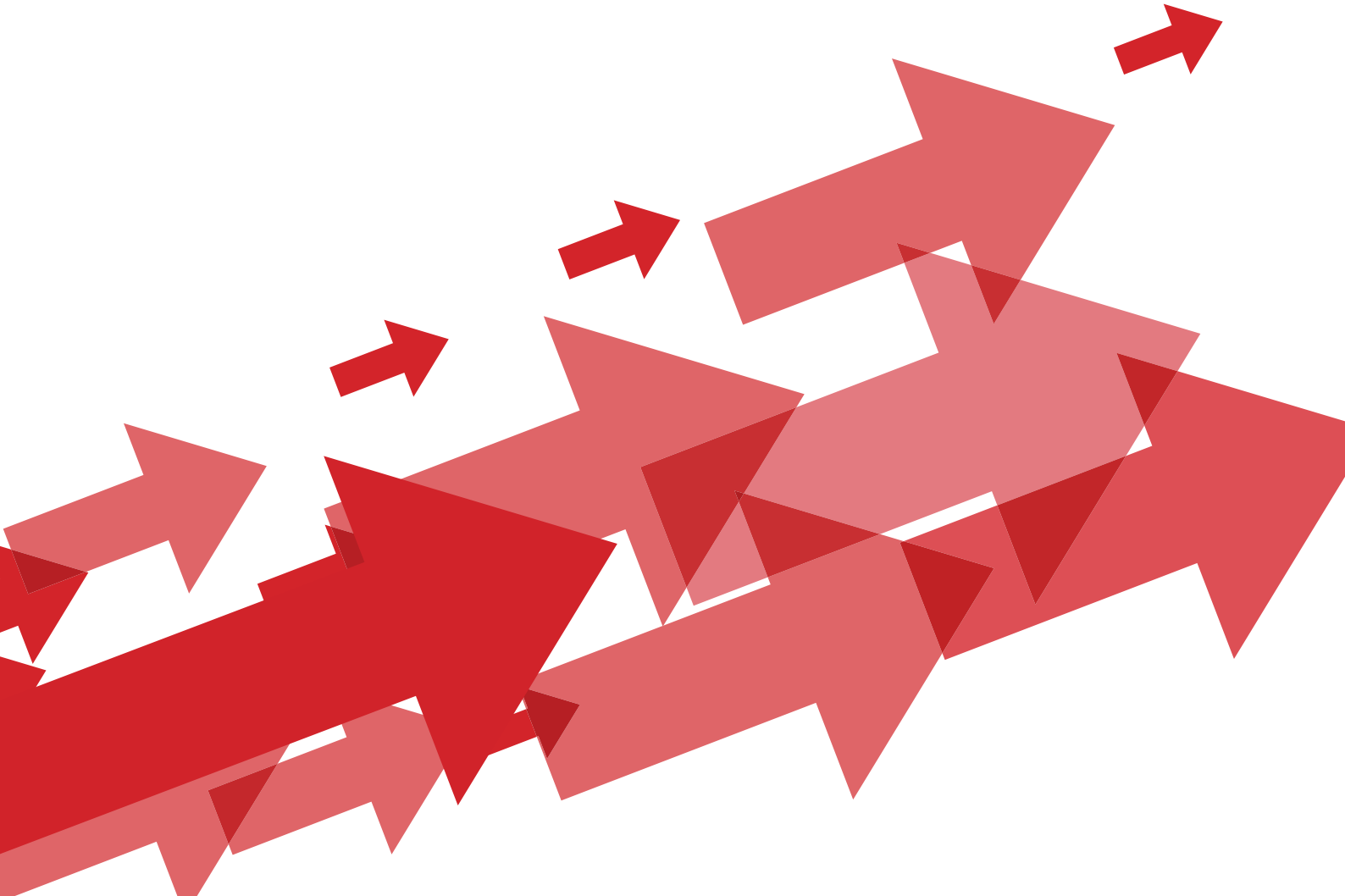
RAKESH KUMAR CHANDAK
Digitally signed by RAKESH KUMAR CHANDAK
Date: 2023.08.29 12:12:31 +05'30'

Rakesh Kumar
Company Secretary

PRECISION METALIKS LIMITED

... ALUMINIUM REDEFINED++

Eleventh Annual Report 2022-2023



Board of Directors

Mr. Percy Homi Italia	Independent Director
Mr. Revoor Ramachandra	Independent Director
Mrs. Jayanthi Roja Ramani	Non-Executive Non-Independent Director
Mr. Devarapalli Ramesh Babu	Additional Director (Executive Category)

Key Managerial Personnel

Mr. B. V. V. Prakash Rao	Chief Financial Officer
Mr. Rakesh Kumar	Company Secretary

Registered Office

6-3-855/10/A, Flat No. 4 A Sampathji Apartments, Saadat Manzil
Ameerpet, Hyderabad – 500016
E-mail: cs@precision-metaliks.com
Website: www.precision-metaliks.com

Corporate Office

 # 9-19-43, Suryadev Apartments, Flat # 202, CBM Compound,
Visakhapatnam – 530003, Telephone: +91-891-4884132

Statutory Auditors

M/s PPKG & Co (FRN: 009655S)
Chartered Accountants

Internal Auditors

M/s KPSV & Associates (FRN: 014401S)
Chartered Accountants

Listing

SME Platform of NSE (NSE EMERGE)
NSE Symbol - PRECISION

Registrar & ShareTransfer Agent

M/s Bigshare Services Private Limited
306, Right Wing, 3 Floor, Amrutha Ville
Opp. Yashoda Hospital, Somajiguda
Raj Bhavan Road, Hyderabad – 500082
E-mail: investor@bigshareonline.com
Website: https://www.bigshareonline.com/Index.aspx

Bankers

Punjab National Bank
Bank of Baroda
IDBI Bank

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Notice

Eleventh Annual General Meeting

Notice is hereby given that the Eleventh Annual General Meeting of the Members of M/s Precision Metaliks Limited ("the Company") will be held on Saturday, September 23, 2023 at 1:00 P.M. (IST) through Video Conferencing ("VC") / Other Audio-Visual Means ("OAVM") to transact following business mentioned below:

Ordinary Business:

1. To consider and adopt the Audited Financial Statements for the Financial Year ended March 31, 2023 together with the Reports of the Board of Directors and Auditors thereon. In this regard, to consider and if thought fit, to pass the following Resolution as an Ordinary Resolution:

   "RESOLVED THAT the Audited Financial Statements of the Company comprising of the Balance Sheet, Cash Flow Statement and the Profit and Loss Account for the Financial Year ended March 31, 2023 together with the Reports of the Board of Directors and Auditors thereon, as circulated to the Members, be and are hereby considered and adopted."

2. To appoint a Director in place of Ms. Jayanthi Roja Ramani (DIN:05334095), who retires by rotation and being eligible, seeks re-appointment as a Director. In this regard, to consider and if thought fit, to pass the following Resolution as an Ordinary Resolution:

   "RESOLVED THAT pursuant to the provisions of Section 152 of the Companies Act, 2013, Ms. Jayanthi Roja Ramani (DIN: 05334095), who retires by rotation at this Meeting and being eligible has offered herself for re-appointment, be and is hereby re-appointed as a Director of the Company, liable to retire by rotation."

Special Business:

3. To regularize the appointment of Mr. Devarapalli Ramesh Babu (DIN: 02163058) as a Director of the Company. In this regard, to consider and if thought fit, to pass the following Resolution as an Ordinary Resolution:

   "RESOLVED THAT pursuant to the provisions of Sections 152, 161 and other applicable provisions, if any, of the Companies Act, 2013 read with the Companies (Appointment and Qualification of Directors) Rules, 2014 (including any statutory modifications or re-enactment thereof for the time being in force) and the Articles of Association of the Company, on recommendation of Nomination and Remuneration Committee, Mr. Devarapalli Ramesh Babu (DIN:02163058), who was appointed as an Additional Director by the Board of Directors of the Company on August 24, 2023, and holds office upto the date of the ensuing Annual General Meeting of the Company, and in respect of whom, the Company has received notice in writing from a Member proposing his candidature as Director of the Company, be and is hereby appointed as a Director of the Company."

   "RESOLVED FURTHER THAT the Board of Directors of the Company, be and is hereby authorized to do all such acts, deeds, matters and things as may be necessary, expedient and desirable for the purpose of giving effect to this Resolution."

4. To appoint Mr. Devarapalli Ramesh Babu (DIN:02163058) as Whole-Time Director designated as the Chief Executive Officer and approval of payment of Remuneration. In this regard, to consider and if thought fit, to pass the following Resolution as an Ordinary Resolution:

   "RESOLVED THAT pursuant to the provisions of Sections 196, 197, 203 and other applicable provisions, if any, Schedule-V to the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, including any statutory modification(s) or re-enactment(s) thereof for the time being in force (collectively referred as 'the Act'), and on recommendation of the Nomination and Remuneration Committee and the Board of Directors, Consent of the Members of the Company, be and is hereby accorded for the appointment of Mr. Devarapalli Ramesh Babu (DIN:02163058), Director as Whole-Time Director and Chief Executive Officer of the Company, for a period of five consecutive years commencing from 1st October, 2023 on Remuneration as the Board of Directors may decide with the limits of the specified under the provisions of the Companies Act, 2013."

"RESOLVED FURTHER THAT where in any Financial Year during the tenure of Mr. Devarapalli Ramesh Babu as the Whole-Time Director, the Company has no Profits or its Profits are inadequate, he shall be paid within such Maximum Remuneration, as permissible under Section-II of Part-II of Schedule-V of the Companies Act, 2013."

"RESOLVED FURTHER THAT for the purpose of giving effect to this Resolution, the Board of Directors of the Company (hereinafter referred to as "Board" which term shall include Committee(s) thereof authorized for the purpose) be and is hereby authorized to take all such steps and actions and give such directions as may be in absolute discretion deemed necessary and to settle any question that may arise in this regard, without being required to seek any further consent or approval of the Shareholders, or otherwise and that the Shareholders shall be deemed to have given their approval thereto expressly by the authority of this Resolution."

Date: August 24, 2023
Place: Visakhapatnam

By Order of the Board of Directors

CIN: L74900TG2012PLC082194
Registered Office: # 6-3-855/10A, Flat No. 4A
Sampathji Apartments, Saadat Manzil
Ameerpet, Hyderabad - 500016

Corporate Office: # 9-19-43, Flat No. 202
Suryadev Apartments, CBM Compound
Visakhapatnam - 530003

Sd/-
Rakesh Kumar
Company Secretary

NOTES:

1. The details as required under Regulation 36 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('SEBI Listing Regulations') entered with the Stock Exchanges and Secretarial Standard on General Meeting (SS-2) in respect of the Directors seeking appointment / re-appointment at this Annual General Meeting is given in Annexure-A.

2. In terms of Section 152 of the Companies Act, 2013, Ms. Jayanthi Roja Ramani (DIN: 05334095) retires by rotation at the Meeting and being eligible, offers herself for re-appointment. The Board of Directors of the Company re-commends her re-appointment.

3. The Ministry of Corporate Affairs ("MCA") has vide its Circular dated January 13, 2020 read with the Circulars dated April 8, 2020, April 13, 2020 and May 5, 2020 (collectively referred to as "MCA Circulars") and SEBI vide its Circular No. SEBI/HO/CFD/CMD1/CIR/P/2020/79 dated May 12, 2020 and Circular No. SEBI/HO/CFD/CMD2/CIR/P/2021/11 dated January 15, 2021 (collectively referred to as "SEBI Circulars"), permitted the holding of the Annual General Meeting ("AGM") through VC, without the physical presence of the Members at a common venue. Hence, in compliance with the MCA Circulars and SEBI Circulars, the Eleventh Annual General Meeting of the Company is being held through VC / OAVM on Saturday, September 23, 2023 at 1:00 P.M. (IST).

   In compliance of Section 20 of the Companies Act, 2013 and further to the aforesaid MCA Circulars and SEBI Circulars, the Notice of the Eleventh Annual General Meeting along with the Annual Report 2022-2023 is being sent only through electronic mode to the Members whose e-mail addresses are registered with the Company / Depositories. Members may note that the Notice and the Annual Report 2022-2023 will also be available on the Company's website: https://precision-metaliks.com/ website of the Stock Exchange i.e., National Stock Exchange of India Limited: https:www.nseindia.com and on the Website of CDSL: https://www.evotingindia.com

4. Green Initiative: To support the Green Initiative, Members who have not registered their e-mail address are requested to register their e-mail address for receiving all the communications including Annual Report, Notices, Circulars, etc. from the Company electronically.

5. A Member entitled to attend and vote at the AGM is entitled to appoint a Proxy to attend and vote on his / her behalf and the Proxy need not be a Member of the Company. Since this AGM is being held pursuant to the MCA Circulars and SEBI Circulars through VC / OAVM, physical attendance of Members has been dispensed with. Accordingly, the facility for appointment of Proxies by the Members will not be available for the AGM and hence, the Proxy Form, Attendance Slip and Route Map are not annexed to this Notice.

6. Members of the Company under the category of Institutional Investors are encouraged to attend and vote at the AGM through VC / OAVM. Corporate Members intending to authorise their Representatives to participate and vote at the AGM are requested to upload a copy of the Board Resolution / Authorisation Letter on the E-Voting Portal or send to the Company at cs@precision-metaliks.com

7. Members attending the AGM through VC / OAVM shall be counted for the purpose of reckoning the Quorum under Section 103 of the Act.

8. The Register of Members and Share Transfer Books of the Company will remain closed from September 16, 2023 to September 23, 2023 (both days inclusive).

9. As per Regulation 40 of the SEBI Listing Regulations, as amended, Securities of Listed Entities can be transferred only in dematerialised form with effect from April 1, 2019, except in case of transmission or transposition of Securities. In view of this, Members holding Shares in physical form are requested to consider converting their holdings to dematerialised form. Members can contact M/s Bigshare Services Private Limited, Registrar and Share Transfer Agents of the Company, ("RTA" or "Registrar") situated at Office 306, Right Wing, 3rd Floor, Amrutha Ville, Opp. Yashoda Hospital, Somajiguda, Raj Bhavan Road, Hyderabad – 500082, India, E-mail: investor@bigshareonline.com website of the Registrar: https://www.bigshareonline.com/Index.aspx for assistance in this regard.

10. Members are requested to intimate changes, if any, pertaining to their Name, Postal Address, E-mail Address, Telephone / Mobile Numbers, Permanent Account Number, Mandates, Nominations, Power of Attorney, Bank Details viz., Name of the Bank, Branch Details, Bank Account Number, MICR Code, IFSC Code etc., to their Depository Participants ("DPs") in case the Shares are held in Electronic Form and Registrar / RTA in case the Shares are held in Physical Form.

    a) Registration of E-mail for Shareholders holding Physical Shares: Members holding Shares in Physical Form and who have not registered their E-mail addresses may get their E-mail addresses registered with the Registrar and Transfer Agent of the Company, by referring to their website: https://www.bigshareonline.com/Index.aspx and follow the registration process as guided therein. Members are requested to provide details such as Name, Folio Number, Certificate Number, PAN, Mobile Number and E-mail and also upload the image of Share Certificate in PDF or JPEG format. On submission of the details, an OTP will be received by the Member which needs to be entered in the link for verification. For Permanent Registration for Demat Shareholders: It is clarified that for permanent registration of E-mail address, Members are requested to register their E-mail address, in respect of Demat holdings with the respective Depository Participant (DP) by follow the procedure, as prescribed by the Depository Participant.

    b) For Temporary Registration for Demat Shareholders: Members holding Shares in Physical Form and who have not registered their E-mail addresses may get their E-mail addresses registered with the Registrar, by referring to their website: https://www.bigshareonline.com/Index.aspx and follow the registration process as guided therein. Members are requested to provide details such as Name, Folio Number, Certificate Number, PAN, Mobile Number and E-mail.

    c) Registration of Bank Details for Physical Shareholders: Members holding Shares in Physical Form and who have not registered their Bank details can get the same registered with the Registrar, by clicking the https://www.bigshareonline.com/Index.aspx and follow the registration process as guided therein. Members are requested to provide details such as Name, Folio Number, Share Certificate Number, PAN, E-mail, along with the copy of the Cheque Leaf with the First named Member as mentioned on the Cheque Leaf containing Bank Name and Branch, Type of Account, Bank Account Number, MICR Details and IFSC code in PDF or JPEG format. It is very important that the Member submit the request letter duly signed. The Registrar will verify the documents upload and will only take on records for all valid cases. On submission of the details, an OTP will be received by the Member which needs to be entered in the link for verification.

11. Nomination: Pursuant to Section 72 of the Companies Act, 2013, Members holding Shares in Physical Form are advised to file Nomination in the prescribed form SH-13 with the Company's Share Transfer Agent. In respect of the Shares held in dematerialised form, Members may please contact their respective Depository Participant.

12. Consolidation of Physical Share Certificates: Members holding Shares in Physical Form, in identical order of Names, in more than One Folio are requested to send to the Company or Registrar, the details of such Folios together with the Share Certificates for consolidating their holdings in one folio. A Consolidated Share Certificate will be issued to such Members after making requisite changes.

13. In compliance with the provisions of Section 108 of the Act read with Rule 20 of the Companies (Management and Administration) Rules, 2014 and Regulation 44 of the SEBI Listing Regulations, the Company has provided a facility to its Members to cast their vote electronically, through the E-Voting services provided by Central Depository Services (India) Limited ("CDSL") on all the Resolutions set forth in this Notice. Members who have cast their Votes by remote E-Voting prior to the AGM may also participate in the AGM through VC but shall not be entitled to cast their vote on such resolutions again. The manner and process of E-Voting remotely by Members is provided in the instructions for E-Voting which forms part of this Notice.

14. A Person, whose name is recorded in the Register of Members or in the Register of Beneficial Owners maintained by the Depositories as on the Cut-off Date for dispatch of Notice and Annual Report i.e. August 25, 2023 will only be entitled for receipt of Annual Report.

15. The Voting Rights of the Shareholders for voting through remote E-Voting at the AGM shall be in proportion to their share of the Paid-up Equity Share Capital of the Company as on Saturday, September 16, 2023 ('Cut-off Date'). A Person whose name is recorded in the Register of Members or in the Register of Beneficial Owners maintained by the Depositories as on the Cut-off Date, only shall be entitled to avail the facility of Remote E-Voting or of voting at the AGM and who is not a Member as on the Cut-off Date shall treat this Notice for information purposes only.

16. The Remote E-Voting Period will commence on Wednesday, September 20, 2023 (IST 9:00 A.M.) and will end on Friday, September 22, 2023 (IST 5:00 P.M.). During this period, Members of the Company, holding Shares either in Physical Form or in dematerialised form, as on the Cut-off Date i.e., Saturday, September 16, 2023 shall be entitled to cast their vote by Remote E-Voting. Once the vote on a Resolution is cast by the Member, the Member shall not be allowed to change it subsequently.

17. The facility for Voting during the AGM will also be made available. Members present in the AGM through VC and who have not cast their Vote on the Resolutions through remote E-Voting and are otherwise not barred from doing so, shall be eligible to vote through E-Voting system during the AGM.

18. Any person who becomes a Member of the Company after sending the Notice and holding Shares as on the Cut-off date (September 16, 2023) may obtain the Login-id and Password by sending a request at helpdesk.evoting@cdslindia.com. However, if a Member is already registered with CDSL for remote E-Voting then he / she can use his / her existing user-id and password for casting the vote.

19. In case of Joint holders, the Joint holder who is higher in the order of Names, will be entitled to vote at the Meeting, if not already voted through remote E-Voting.

20. Members seeking any information with regard to the accounts or any matter to be placed at the AGM, are requested to write to the Company mentioning their Name, Demat Account Number / Folio Number, E-mail, Mobile Number at cs@precision-metaliks.com on or before Monday, September 18, 2023. The same will be replied by the Company suitably.

21. The Board of Directors has appointed Mr. Kashinath Sahu, Practicing Company Secretary (Membership No. F4790, CP No. 4807), Hyderabad as the Scrutinizer to scrutinize the Remote E Voting Process and voting during the AGM, in a fair and transparent manner.

22. The Scrutinizer shall immediately, after the conclusion of E-Voting at the AGM, first count the votes cast during the AGM, thereafter, unblock the votes cast through remote E-Voting and make, not later than 48 hours of conclusion of the AGM, a Consolidated Scrutinizer's Report of the Total Votes Cast in favour or against, if any, to the Chairman or a person authorized by him in writing, who shall counter- sign the same. The Results declared along with the Scrutinizer's Report shall be placed on the website of the Company: https://www.precision-metaliks.com and on the website of CDSL https://. The Results will also be communicated to NSE Limited, where the Equity Shares of the Company are listed.

23. To prevent fraudulent transactions, Members are advised to exercise due diligence and notify the Company of any change in address or demise of any member as soon as possible. Members are also advised not to leave their demat account(s) dormant for long. Periodic Statement of Holdings should be obtained from the concerned DPs and Holdings should be verified from time to time.

24. Instructions for attending the AGM through VC / OAVM:

    i) Shareholders will be provided with a facility to attend the AGM through VC / OAVM through the CDSL E-Voting system. Shareholders may access the same at https://www.evotingindia.com/ under Shareholders / Members login by using the Remote E-Voting Credentials. The link for VC / OAVM will be available in Shareholder / Members login where the EVSN of the Company is displayed.

    ii) Members may join the Meeting through Laptops, Smart Phones, Tablets, and I-pads for better experience. Further, Members will be required to use the Internet with a good speed to avoid any disturbance during the Meeting. Please note that participants connecting from Mobile Devices or Tablets or through Laptops connecting via mobile hotspot may experience Audio / Video loss due to fluctuation in their respective network. It is therefore recommended to use stable Wi-Fi or LAN connection to mitigate any glitches.

iii) Shareholders who would like to express their views / ask questions during the Meeting may register themselves as a speaker by sending their request at least 5 days in advance prior to the Meeting Date (latest by September 18, 2023) from their registered E-mail address mentioning their names, DP-ID and Client-ID / Folio Number, PAN and Mobile Number at cs@precision-metaliks.com Only those Members who have pre-registered themselves as a Speaker will be allowed to express their views / ask questions during the AGM. The Company reserves the right to restrict the number of speakers depending on the availability of time for the AGM.

iv) Members are encouraged to submit their questions in advance with regard to the Financial Statements or any other matter to be placed at the Eleventh Annual General Meeting, from their registered E-mail address, mentioning their Name, DP-ID and Client-ID Number / Folio Number and Mobile Number, to reach the Company's E-mail address at cs@precision-metaliks.com before 5:00 P.M. (IST) on Monday, September 18, 2023. Such questions by the Members shall be suitably replied by the Company.

v) Those Shareholders who have registered themselves as a Speaker will only be allowed to express their views / ask questions during the Meeting.

vi) If any votes are cast by the Shareholders through the E-Voting available during the AGM and if the same Shareholders have not participated in the Meeting through VC / OAVM facility, then the votes cast by such Shareholders shall be considered as invalid, as the facility of E-Voting during the Meeting is available only to the Shareholders attending the Meeting.

25. Subject to the receipt of requisite number of votes, the Resolutions forming part of the AGM Notice shall be deemed to be passed on the date of the AGM, i.e. Saturday, September 23, 2023.

26. Voting through Electronic Means: Pursuant to Section 108 of the Companies Act, 2013 and Rule 20 read with the Companies (Management and Administration) Rules, 2014 read with amendments or re-enactments made there under and Regulation 44 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 the Company is pleased to provide the facility to exercise Members' Right to Vote at the Eleventh Annual General Meeting (AGM) by electronic means and the business may be transacted through E-Voting Services provided by Central Depository Services (India) Limited (CDSL).

    The Members attending the Meeting, who have not already cast their vote through Remote E-Voting shall be able to exercise their Voting Rights at the Meeting. The Members who have already cast their vote through Remote E-Voting may attend the Meeting but shall not be entitled to cast their vote again at the AGM.

27. Instructions for Shareholders for Voting Electronically are as under:

    The Voting Period will commence on Wednesday, September 20, 2023 (9:00 A.M.) and closes on Friday, September 22, 2023 (5:00 P.M.) During this period, the Shareholders of the Company, holding Shares either in Physical Form or in Dematerialized Form, as on the Cut-off Date (Record Date), Saturday, September 16, 2023 may cast their vote electronically. The E-Voting module shall be disabled by CDSL for Voting thereafter.

    Shareholders who have already voted prior to the Meeting Date would not be entitled to vote at the Meeting.

    Login method for E-Voting and Joining Virtual Meetings for Individual Shareholders holding Securities in Demat Mode:

    Pursuant to SEBI Circular No. SEBI/HO/CFD/CMD/ CIR/P/2020/242 dated December 9, 2020 on "E-Voting Facility provided by Listed Companies", Individual Shareholders holding Securities in Demat mode are allowed to cast their vote through their Demat Account maintained with the Depositories and Depository Participants. Shareholders are advised to update their Mobile Number and E-mail in their Demat Accounts in order to access the E-Voting Facility. Pursuant to the above said SEBI Circular, Login method for E-Voting and joining Virtual Meetings for Individual Shareholders holding Securities in Demat mode CDSL / NSDL is given below:

Type of Shareholders	Login Method
Individual Shareholders Holding Securities in Demat Mode with CDSL	1. Users who have opted for CDSL EASI / EASIEST facility, can login through their existing User-id and Password. Option will be made available to reach E-Voting page without any further authentication. The URL for Users to login to EASI / EASIEST is https://web.cdslindia.com/myeasitoken/home/login or visit and click on Login icon and select New System MYEASI. 2. After successful login to the EASI / EASIEST User will be able to see the E-Voting option for eligible Companies where the E-Voting is in progress as per the information provided by Company. On clicking the E-Voting option, the User will be able to see E-Voting page of the E-Voting Service Provider for casting your Vote during the remote E-Voting period or joining Virtual Meeting and Voting during the Meeting. Additionally, there are also links provided to access the system of all E-Voting Service Providers i.e. CDSL / NSDL / K5ARVY / LINKINTIME, so that the User can visit the E-Voting Service Providers website. 3. If the User is not registered for the EASI / EASIEST, option to register is available at the following link: https://web.cdslindia.com/myeasitoken/home/login 4. Alternatively, the User can directly access E-Voting Page by providing Demat Account Number and PAN on E-Voting link available on www.cdslindia.com home page. The system will authenticate the User by sending OTP on the Registered Mobile and E-mail as recorded in the Demat Account. After successful authentication, the User will be able to see the E-Voting option where the E-Voting is in progress and also able to directly access the system of all the E-Voting Service Providers.
Individual Shareholders Holding Securities in Demat Mode with NSDL	1. If you are already registered for NSDL IDeAS facility, please visit the E-services website of NSDL. Open web browser by typing the following URL: https://www.eservices.nsdl.com/ either on a Personal Computer or on a Mobile. Once the Homepage of E-services is launched, click on the "Beneficial Owner" icon under "Login" which is available under 'IDeAS' Section. A new screen will open. You will have to enter your User-id and Password. After successful authentication, you will be able to see E-Voting Services. Click on "Access to E-Voting" under E-Voting Services and you will be able to see E-Voting page. Click on Company name or E-Voting Service Provider name and you will be re-directed to E-Voting Service Provider website for casting your vote during the remote E-Voting period or joining Virtual Meeting and Voting during the Meeting. 2. If the User is not registered for IDeAS E-services, option to register is available at https://www.eservices.nsdl.com/ Select "Register Online for IDeAS" Portal or Click at https://eservices.nsdl.com/ 3. Visit the E-Voting website of NSDL. Open web browser by typing following URL: https://www.evoting.nsdl.com/ either on a Personal Computer or on a mobile. Once the homepage of E-Voting system is launched, click on the icon "Login" which is available under 'Shareholder / Member' section. A new screen will open. You will have to enter your User-id (i.e. your sixteen digit Demat account number hold with NSDL), Password / OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository Site wherein you can see E-Voting page. Click on Company name or E-Voting Service Provider name and you will be redirected to E-Voting Service Provider Website for casting your Vote during the remote E-Voting period or joining Virtual Meeting and Voting during the Meeting.

Individual Shareholders Holding Securities in Demat Mode Login through their Depository Participants	You can also login using the login credentials of your Demat account through your Depository Participant registered with NSDL / CDSL for E-Voting facility. After successful login, you will be able to see E-Voting option. Once you click on E-Voting option, you will be redirected to NSDL / CDSL Depository site after successful authentication, wherein you can see E-Voting feature. Click on Company Name or E-Voting Service Provider name and you will be redirected to E-Voting Service Provider website for casting your vote during the Remote E-Voting period or joining Virtual Meeting and voting during the Meeting.

Important note: Members who are unable to retrieve User-id / Password are advised to use Forgot User-id and Forgot Password option available at above mentioned website.

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

Login type	Helpdesk details
Individual Shareholders Holding Securities in Demat Mode with CDSL	Members facing any technical issue in login can contact CDSL Helpdesk by sending a request at the following e-mail: helpdesk.evoting@cdslindia.com or Contact at 022-23058738 / 022-23058542-43
Individual Shareholders Holding Securities in Demat Mode with NSDL	Members facing any technical issue in login can contact NSDL Helpdesk by sending a request at evoting@nsdl.co.in or Call at Toll Free No. 1800 1020 990 and 1800 22 44 30

Login method for E-Voting for Physical Shareholders and Shareholders other than Individuals holding in the Demat Form

a. The Shareholders should log on to the E-Voting Website: www.evotingindia.com

b. Click on "SHAREHOLDERS" Module.

c. Now enter your User-id

   i. For CDSL: 16 Digits Beneficiary ID

   ii. For NSDL: 8 Character DP-ID followed by 8 Digits Client-ID

   iii. Shareholders holding shares in Physical Form should enter Folio Number registered with the Company.

d. Next enter the 'Image Verification' as displayed and Click on Login.

e. If you are holding Shares in Demat form and had logged on to www.evotingindia.com and had voted on an earlier E-Voting of any Company, then your existing password is to be used.

f. If you are a first-time user follow the steps given below:

For Physical Shareholders and other than Individual Shareholders holding Shares in Demat Form

PAN	Enter your 10-digit alpha–numeric PAN issued by Income Tax Department (Applicable for both Demat Shareholders as well as Physical Shareholders) Shareholders who have not updated their PAN with the Company / Depository Participant are requested to use the sequence number sent by Company / RTA or contact Company / RTA
Dividend Bank Details or Date of Birth (DOB)	Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your Demat Account or in the Company Records in order to login. If both the details are not recorded with the Depository or Company, please enter the Member-id / Folio Number in the 'Dividend Bank Details' field.

a. After entering these details appropriately, click on 'SUBMIT' tab.

b. Shareholders holding Shares in Physical Form will then directly reach the Company selection screen. However, Shareholders holding Shares in Demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the 'New Password' field. Kindly note that this password is to be also used by the Demat Account Holders for voting for Resolutions of any other Company on which they are eligible to vote, provided that the Company opts for E-Voting through CDSL Platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.

c. For Shareholders holding Shares in Physical Form, the details can be used only for E-Voting on the Resolutions contained in this Notice.

d. Click on the EVSN of the relevant Company (PRECISION METALIKS LIMITED) on which you choose to vote.

e. On the Voting Page, you will see 'RESOLUTION DESCRIPTION' and against the same the option 'YES / NO' for Voting. Select the option 'YES' or 'NO' as desired. The option 'YES' implies that you assent to the Resolution and option 'NO' implies that you dissent to the Resolution.

f. Click on the 'RESOLUTIONS FILE LINK' if you wish to view the entire Resolution details.

g. After selecting the Resolution, you have decided to vote on, click on 'SUBMIT'. A Confirmation Box will be displayed. If you wish to confirm your vote, click on 'OK', else to change your vote, click on 'CANCEL' and accordingly modify your vote.

h. Once you 'CONFIRM' your vote on the Resolution, you will not be allowed to modify your vote.

i. You can also take a print of the votes cast by clicking on 'Click here to Print' option on the Voting Page.

j. If a Demat Account Holder has forgotten the login password, then enter the User-id and the 'Image Verification Code' and click on Forgot Password and enter the details as prompted by the system.

Additional Facility for Non – Individual Shareholders and Custodians – For Remote Voting:

- Non-Individual Shareholders (i.e. other than Individuals, HUF, NRI, etc.) and Custodians are required to log on to the website: and register themselves in the 'CORPORATES' Module.
- A scanned copy of the Registration Form bearing the Stamp and Sign of the Entity should be mailed to helpdesk.evoting@cdslindia.com
- After receiving the login details, a Compliance User should be created using the Admin login and Password. The Compliance User would be able to link the account(s) for which they wish to vote on.
- The List of accounts linked in the login should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.
- A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the Scrutinizer to verify the same.
- Alternatively, Non-Individual Shareholders are required to send the relevant Board Resolution / Authority Letter, etc. together with the Attested Specimen Signature of the Duly Authorized Signatory who are authorized to vote, to the Scrutinizer and to the Company at the E-mail address: cs@precision-metaliks.com if they have voted from individual tab and not uploaded same in the CDSL E-Voting System for the Scrutinizer to verify the same.

If you have any queries or issues regarding E-Voting from the CDSL E-Voting System, you can write an e-mail to helpdesk.evoting@cdslindia.com or contact at 022-23058738 and 022-23058542/43

All grievances connected with the facility for Voting by electronic means may be addressed to Mr. Rakesh Dalvi, Senior Manager, Central Depository Services (India) Limited (CDSL), Wing - A, 25th Floor, Marathon Futurex, Mafatlal Mill Compounds, N M Joshi Marg, Lower Parel (East), Mumbai - 400013 or send an e-mail to helpdesk.evoting@cdslindia.com or call on 022-23058542 / 43

Date: August 24, 2023
Place: Visakhapatnam

By Order of the Board of Directors

Sd/-
Rakesh Kumar
Company Secretary

CIN: L74900TG2012PLC082194
Registered Office: # 6-3-855/10A, Flat No. 4A
Sampathji Apartments, Saadat Manzil
Ameerpet, Hyderabad - 500016

Corporate Office:
9-19-43, Flat No. 202
Suryadev Apartments, CBM Compound
Visakhapatnam - 530003

EXPLANATORY STATEMENT ANNEXED TO NOTICE

[Pursuant to Provisions of Section 102(1) of the Companies Act, 2013]

For Item No. 3

The Board of Directors, based on the recommendation of the Nomination and Remuneration Committee, had appointed Mr. Devarapalli Ramesh Babu (DIN:02163058) as an Additional Director in the category of Executive Director with effect from August 24, 2023.

As per provisions of Section 160 of the Companies Act 2013, he holds the office as such Additional Director only up to the ensuing Annual General Meeting. However, he is eligible for appointment, he has given the consent to act as Director, if so appointed and the Company has received notices from some members proposing him to be appointed as Director of the Company, a Resolution is proposed to be passed for his appointment as Director.

Mr. Devarapalli Ramesh Babu is a Graduate in Mechanical Engineering from Andhra University and also holds Post-Graduate Diploma in Computer Applications. He has rich experience of thirty-five years in the field of Engineering, Administration and Marketing, gained during his career span. He has agreed to become a Director of the Company and had given his consent for appointment. The Board of directors felt that the Company would benefit from his vast experience and hence proposed his appointment as the director of the Company.

The requisite details and information pursuant to Regulation 36(3) of the Listing Regulations, the Act and Secretarial Standards, as on the date of Notice, are enclosed in the Annual Report.

None of the Directors and Key Managerial Personnel and their Relatives, except the appointee, are concerned or interested, financially or otherwise, in the proposed Resolution.

The Board recommends the Ordinary Resolution at Item No. 3 of this Notice for the approval of the Members.

For Item No. 4

Based on the recommendation of the Nomination and Remuneration Committee, the Board of Directors approved the appointment of Mr. Devarapalli Ramesh Babu (DIN:02163058) as an Additional Director of the Company in the capacity of Whole-Time Director and Chief Executive Officer for a period of five consecutive years with effect from 1st October, 2023 and accordingly an agreement is executed between the Company and the Whole-Time Director. The material provisions of the agreement entered into with Mr. Devarapalli Ramesh Babu are as under:

1. The term of Mr. Devarapalli Ramesh Babu as the Whole-Time Director and Chief Executive Officer of the Company, shall be for a period of five years commencing from 1st October, 2023.

2. Mr. Devarapalli Ramesh Babu, without approval of the Board, shall not act as a Key Managerial Personnel of any other Company and shall devote his full time and attention in managing affairs of the Company.

3 Subject to overall superintendence and control of the Board, Mr. Devarapalli Ramesh Babu shall exercise all the substantial powers of management concerning to the Company subject to condition that he shall not exercise such powers without approval of the Board of Directors or at General Meeting which, by the provisions of the Companies Act, 2013 or Rules framed there under.

4 Mr. Devarapalli Ramesh Babu as the Whole-Time Director of the Company shall discharge all the duties as may be assigned to him by the Board of Directors of the Company from time to time.

The brief details about the proposed Appointment and Remuneration of Mr. Devarapalli Ramesh Babu are given herein:

Particulars	Appointment Details
Period of appointment as Whole-Time Director and Chief Executive Officer	1st October, 2023 to 30th September, 2028
Particulars	**Remuneration Details (In ₹)**
Basic Salary	1,41,600 per month
House Rent Allowance	35,400 per month
Conveyance Allowance	59,000 per month

Minimum Remuneration: In the absence, or, inadequacy of the Profits in any Financial Year, the Remuneration will be paid in accordance with the applicable provisions of Schedule-V of the Act.

Maximum Remuneration: Except with the permission of the Members, the Remuneration paid shall not exceed the limits specified under the provisions of Section 197 and other applicable provisions of the Companies Act, 2013 read with Schedule-V of the Act.

Mr. Devarapalli Ramesh Babu shall not be entitled to Sitting Fees for attending the Meetings of the Board of Directors or Committees thereof.

Any variation to the terms and conditions of his Appointment and Remuneration, if any, will be subject to review and approval of the Board and/or the Nomination and Remuneration Committee and the Shareholders (if applicable), in accordance with the applicable law, including the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

None of the Directors and Key Managerial Personnel and their Relatives, except the appointee, are concerned or interested, financially or otherwise, in the proposed Resolution.

The Board recommends the Ordinary Resolution at Item No. 4 of this Notice for the approval of the Members.

Annexure – A to the Notice

Details of Directors seeking Appointment / Re-appointment at the ensuing Annual General Meeting

Additional information on Directors recommended for re-appointment pursuant to Regulation 36(3) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 and under Secretarial Standard on General Meetings (SS-2)

Name of the Director	Jayanthi Roja Ramani	Devarapalli Ramesh Babu
Age	55 Years	58 Years
DIN	05334095	02163058
Date of joining the Board	February 18, 2016	August 24, 2023
Profile of the Director (including areas of expertise)	Ms. Jayanthi Roja Ramani, Co-Promoter of Precision Metaliks Limited is currently the Non-Executive Director of the Company. She has completed her Post-Graduation with Master of Business Administration and M.Com and is also semi-qualified Cost and Management Accountant. She joined Precision Metaliks Limited in 2016 and has held various positions in the Accounts and Finance functions. Ms. Jayanthi Roja Ramani has experience of almost two decades in Banking, Finance, and overall Management.	Mr. D. Ramesh Babu has completed his B.E in Mechanical Engineering from Andhra University and also holds Post-Graduate Diploma in Computer Applications. He has over thirty-five years of experience in the fields of Engineering, Administration, and Marketing gained during his career span.
Terms and Conditions of re-appointment	Ms. Jayanthi Roja Ramani is proposed to be re-appointed as a Director, liable to retire by rotation.	Mr. Devarapalli Ramesh Babu is proposed to be appointed as the Whole-Time Director of the Company for a consecutive period of five years
Remuneration last Drawn	-	-
Number of Meetings of the Board attended during the year (FY 2022-2023)	10 (Ten)	Not Applicable
Number of Shares held in the Company	16,28,000 Equity Shares (As on March 31, 2023)	Nil
Directorship of other Board's as on March 31, 2023	1. Abhishek Business Pvt Ltd 2. Synergies Innovation Labs Pvt Ltd 3. Sunrise Meadows Ventures Pvt Ltd 4. Stellar Wheels Limited 5. Chandlas Securities Pvt Ltd 6. BTS Hyderabad Business Pvt Ltd 7. True Blue Business Pvt Ltd	Nil
Membership / Chairmanship of Committees of other Boards as on March 31, 2023	Nil	Nil
Resignation from Directorships of Listed Entities in the past three years	Nil	Nil
Inter-se Relationship with other Directors / KMP	Not related to any Director / KMP	Not related to any Director / KMP

Note: Directorships and Committee Memberships in Precision Metaliks Limited are not included in the aforesaid disclosure. Also, Alternate Directorship, Directorship in Foreign Companies, Section 8 Companies and Companies registered under Section 25 of the Companies Act, 1956 and their Committee Memberships are excluded.

DIRECTORS' REPORT

To

The Shareholders

The Directors have pleasure in presenting the Eleventh Annual Report of the Company, together with the Financial Statements, for the Financial Year 2022-2023.

Financial Highlights

(Rs. in Lakhs)

Particulars	2022-2023	2021-2022
Sales	18,862.88	12,559.67
Other Income	42.97	7.06
Total Income	18,905.85	12,566.73
Total Expenses	18,169.93	12,139.42
Profit/(Loss) Before Tax	735.91	427.31
Tax	25.87	81.02
Deferred Tax	(0.38)	0.30
Profit/(Loss) After Tax	710.43	345.98

State of Company Affairs

The Company recorded Revenue from Operations of Rs.18,862.88 Lakhs for the year ended March 31, 2023, as against Rs.12,559.67 Lakhs recorded during the previous year. It achieved PAT of Rs.710.43 Lakhs as against the corresponding previous year, PAT was Rs.345.98 Lakhs. The Turnover and the PAT increased by of the Company grew by 50.19% and 105.34% respectively. The Management also focused closely on Cost Control and Working Capital Management. This enabled for the growth in the Turnover and Profitability. Your Directors are confident of posting the targeted results in the years ahead.

Dividend

The Board have not recommended any Dividend for the Financial Year ended March 31, 2023 as the profits will be deployed for its business expansion program.

Transfer to Reserves

During the year under review, the Board of Directors decided not to transfer any profits to the General Reserves.

Share Capital

During the year under review, there was no change in the Share Capital structure of the Company. The Authorised Share Capital was Rs.16,50,00,000/- divided into 1,65,00,000 Equity Shares of Rs.10/- each and the Paid-up Capital was Rs.16,25,90,660/- divided into 1,62,59,066 Equity Shares of Rs.10/- each.

Transfer to Investor Education and Protection Fund

During the year under review, no unclaimed amount or any unclaimed shares were required to be transferred to the Investor Education and Protection Fund as required under Section 125 of the Companies Act, 2013.

Deposits

During the year ended March 31, 2023, the Company had not accepted any Deposits, as defined under the provision of the Companies Act, 2013 and Companies (Acceptance of Deposits) Rules, 2014.

Change in the Nature of Business

The Company is engaged in the processing / manufacturing of semi-finished alloy wheels by rendering value added services and also other engineering services. During the year, there has been no change in the nature of the business of the Company.

Director's Responsibility Statement

Your Directors would like to state that:

- In the preparation of the Annual Accounts for the Financial Year ended March 31, 2023, the applicable Accounting Standards have been followed.
- The Directors have selected such Accounting Policies and applied them consistently and made judgements and estimates that were prudent so as to give a true and fair view of the State of Affairs of the Company as at March 31, 2023 and of the Profit or Loss of the Company for the year ended on that date.
- The Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the Assets of the Company and for preventing and detecting fraud and other irregularities.
- The Directors have prepared the Annual Accounts on a 'Going Concern' basis.
- The Directors had laid down Internal Financial Controls to be followed by the Company and that such Internal Financial Controls are adequate and were operating effectively.
- The Directors had devised proper system to ensure compliance with the provisions of all the applicable laws and that such system were adequate and operating effectively.

Statutory Auditors

M/s. PPKG & Co Chartered Accountants (FRN:0096555) were appointed as the Statutory Auditors of the Company by the Members in the Ninth Annual General Meeting held on September 2, 2021 and shall hold the Office until the conclusion of the Fourteenth Annual General Meeting of the Company. Accordingly, the said Auditors have carried out the Statutory Audit for the Financial Year 2022-2023.

Auditors' Report

The Auditors' Report for the year ended March 31, 2023 does not contain any qualifications, observations, or remarks. During the year under review, the Auditors have not reported any matter under Section 143 (12) of the Companies Act, 2013.

Conservation of Energy, Technology Absorption, Foreign Exchange Earnings and Outgo

Particulars relating to Conservation of Energy, Technology Absorption, Foreign Exchange Earnings, and outgo, as prescribed under Sub-section 3(m) of Section 134 of the Companies Act, 2013 read with the Companies (Accounts) Rules, 2014 are given in Annexure -A, forming part of the Board's Report

Secretarial Audit

The Board has appointed Mr. Kashinath Sahu, Practicing Company Secretary, to conduct the Secretarial Audit for the Financial Year 2022-2023. The Secretarial Audit Report of Mr. Kashinath Sahu for the Financial Year 2022-2023 is attached as Annexure - B to the Board's Report. The Secretarial Audit Report does not contain any qualifications, reservations, or adverse remarks.

Management Discussion and Analysis

Pursuant to Regulation 34(2)(e) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, Report on Management Discussion and Analysis, is herewith annexed as Annexure – C.

Corporate Governance

Your Company provides utmost importance to best Governance Practices and is designated to act in the best interest of its Stakeholders. Better Governance practice enables the company to introduce more effective internal controls suitable to the changing nature of business operations, improve performance and also provide an opportunity to increase Stakeholders' understanding of the key activities and policies of the organisation.

Pursuant to Regulation 15(2) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company is not required to mandatorily comply with the provisions of certain regulations of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. Hence, the Company is not filing a Corporate Governance Report to the Stock Exchange and not providing the Corporate Governance Report as part of this Annual Report.

Annual Return

The Annual Return is placed on the website of the Company: https://precision-metaliks.com/

Directors and Key Managerial Personnel

a. Board of Directors

As on March 31, 2023, the Board constituted of the following Directors:

S No	Name of Director	DIN	Designation
1	Ms. Jayanthi Roja Ramani	05334095	Chairman / Non-Executive Director
2	Mr. Sevvana Venkata Raman Rao	09302647	Whole Time Director and CEO
3	Mr. Percy Homi Italia	00033962	Independent Director
4	Mr. Revoor Ramachandra	00490051	Independent Director

Mr. Sevvana Venkata Raman Rao resigned from the Board and Mr. Devarapalli Ramesh Babu was appointed as Additional Director under Executive Category with effect from August 24, 2023 on the Board of Directors of the Company.

b. Key Management Personnel

During the year under review, there were no changes with respect to Key Managerial Personnel(s) of the Company.

Mr. Sevvana Venkata Raman Rao resigned from the position of Chief Executive Officer of the Company with effect from closing hours of August 24, 2023.

c. Retirement by Rotation

In accordance with the provisions of Section 152 of the Companies Act, 2013 and Articles of Association of the Company, Ms. Jayanthi Roja Ramani (DIN: 05334095) who retires by rotation and offers herself for re-appointment in accordance with the provisions of the Companies Act, 2013.

d. Board Evaluation

Pursuant to the provisions of the Companies Act, 2013 and the Corporate Governance requirements as prescribed by the Securities and Exchange Board of India (Listing Obligations and Disclosures Requirements) Regulations, 2015 ("SEBI Listing Regulations") The Board has adopted a process for evaluating its performance and effectiveness as well as that of its committees and carried out an annual evaluation of its performance, Board Committees, and the Directors individually.

The Board and the Nomination and Remuneration Committee reviewed the performance of the Individual Directors based on the criteria and framework adopted by the Board. The Evaluation Criteria included various

aspects such as the functionality of the Board, Compositions, Process and Procedures including adequate and timely information, attendance, the delegation of responsibility, decision making, roles and responsibility including Monitoring, Benchmarking, Feedback relationship with the Stakeholders.

Policy on Directors Appointment and Remuneration

The Nomination and Remuneration Policy of the Company available on the website of the Company at https://precision-metaliks.com/. There was no change in the Policy during the year. The salient features of the Policy are as under:

- Matters to be dealt with, perused and recommended to the Board by the Nomination and Remuneration Committee i.e., Size and composition of the Board, criteria to recommend Directors to the Board, Succession Plans, Evaluation of Performance, Remuneration Framework etc.
- Policy for appointment and removal of Directors, KMP and Senior Management – Ascertain appointment criteria and qualifications, term and tenure of Directors, Process / Framework for Removal. Retirement etc.
- Policy relating to the remuneration for Directors, KMP and Senior Management
- Policy Review etc.

e. Details regarding Directors Remuneration

The information relating to Remuneration paid to Directors as required under Section 197(12) of the Companies Act is given under Annexure – D.

f. Declaration by Independent Directors

The Company has received the necessary declaration from the Independent Directors as required under Section 149(7) of the Companies Act, 2013 and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, confirming that they meet the criteria of Independence as laid down in Section 149(6) of the Act and that of Listing Regulations. Independent Directors comply with the Code of Conduct prescribed under Schedule-IV of the Companies Act, 2013. In the opinion of the Board, the company's Independent Directors possess the integrity, requisite experience, and expertise relevant to the industry in which the company operates. Further, all the Company's Independent Directors have registered with the Independent Director's Databank of the Indian Institute of Corporate Affairs.

Board Meetings

During the year, Ten (10) Board Meetings were held viz. April 9, 2022; May 28, 2022; June 10, 2022; July 12, 2022; August 19, 2022; September 24, 2022; October 14, 2022; November 12, 2022; December 2, 2022; February 13, 2023; March 1, 2023 in accordance with the provisions of the Companies Act, 2013 and in compliance with the Secretarial Standards of the Institute of Company Secretaries of India.

Name of the Director	Number of Board Meetings held during the Year	Number of Board Meetings attended during the Year
Mr. Percy Homi Italia	10	6
Mr. Revoor Ramachandra	10	10
Smt. Jayanthi Roja Ramani	10	10
Mr. Sevvana Venkata Raman Rao	10	8

General Meetings

During the year, the Tenth Annual general Meeting was held on September 24, 2022 at 12:00 P.M. (IST) through Video Conferencing. No Extra-ordinary General Meetings was held during the year.

Board Committees

To have more focused attention on business and for better governance and accountability, the Board has the following Committees as of March 31, 2023:

1. Audit Committee
2. Nomination and Remuneration Committee
3. Stakeholders Relationship Committee

The Board determines the terms of reference of these Committees, and their relevance is reviewed from time to time. The respective Chairman of the Committee convenes Meetings of each of these Committees. The Board supervises the execution of its responsibilities by the Committees and is responsible for their action. The Minutes and proceedings of the Meetings of all Committees are placed before the Board for review. The Minutes of the Committee Meetings are sent to all Members of the Committee individually and tabled at the Board Meetings. Following are the details of the Board Committees:

Audit Committee

The Audit Committee of the Board of Directors was constituted in conformity with the requirements of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Section 177 of the Companies Act, 2013. The terms of reference of the Audit Committee are as set out in conformity with the Listing Regulations and provisions of the Companies Act, 2013. The composition of the Audit Committee is, as of March 31, 2023 as follows:

Name of the Director	Designation	Nature of Directorship
Mr. Percy Homi Italia	Chairman	Non - Executive Independent Director
Mr. Revoor Ramachandra	Member	Non - Executive Independent Director
Ms. Jayanthi Roja Ramani	Member	Non - Executive Director

All the recommendations of the Audit Committee have been accepted by the Board.

Nomination and Remuneration Committee

The Nomination and Remuneration Committee of the Board of Directors conforms with the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, and Section 178 of the Companies Act, 2013. The composition of the Nomination and Remuneration Committee as of March 31, 2023, is as follows:

Name of the Director	Designation	Nature of Directorship
Mr. Revoor Ramachandra	Chairman	Non - Executive Independent Director
Mr. Percy Homi Italia	Member	Non - Executive Independent Director
Ms. Jayanthi Roja Ramani	Member	Non - Executive Director

All the recommendations of the said Committee have been accepted by the Board.

Stakeholder Relationship Committee

The Company has constituted a Stakeholders' Relationship Committee pursuant to provisions of Section 178(5) of the Companies Act, 2013 and Regulation 20 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The composition of the Stakeholders' Relationship Committee as of March 31, 2023, is as follows:

Name of the Director	Designation	Nature of Directorship
Mr. Percy Homi Italia	Chairman	Non - Executive Independent Director
Mr. Revoor Ramachandra	Member	Non - Executive Independent Director
Mr. Sevvana Venkata Raman Rao	Member	Whole Time Director and CEO

Mr. Rakesh Kumar, Company Secretary acts as the Secretary to the above-mentioned Committees.

Particulars of Loans, Guarantees or Investments under Section 186 of the Companies Act, 2013

The Company has not given any Loans nor provided Guarantee nor made any Investments during the Financial Year 2022-2023, which is beyond the limits as per the Section 186 of the Companies Act, 2013.

Contracts or Arrangements with Related Parties under Section 188(1) of the Companies Act, 2013

During the year, the Company had not entered into any Contract or Arrangement with Related Parties which could be considered 'Material' according to the Policy of the Company on Materiality of Related Party Transactions. Details of all Related Party Transactions are mentioned in the Notes to Financial Statements. There are no Related Party Transactions with Promoter / Promoter Group holding 10% or more Shareholding in the Company.

Details of Subsidiary Companies, Associates and Joint Venture Companies

The Company does not have any Subsidiary, Associate and Joint Venture Companies.

Internal Control Systems and their Adequacy

The Company has an Internal Control System, commensurate with the size, scale, and complexity of its operations. The scope and authority of the Internal Audit Function is defined in the Internal Audit Manual. To maintain its objectivity and independence, the Internal Audit Function reports to the Chairman of the Audit Committee and to the Board of Directors. The Internal Audit Department monitors and evaluates the efficacy and adequacy of the Internal Control System in the Company, its compliance with the Policies and Procedures at all levels of the Company.

Based on the Report of Internal Audit Function, process owners undertake corrective action in their respective areas and thereby strengthen the controls. Significant audit observations and recommendations along with corrective actions thereon are presented to the Audit Committee.

Industrial Relations

During the year under review, your Company enjoyed cordial relationship with workers and employees at all levels.

Business Risk Management

Business Risk Evaluation and Management is an ongoing process within the Organization. The Company has a robust Risk Management Framework to identify, monitor and minimize risks as also identify business opportunities. At present, the Company has not identified any element of risk which may threaten the existence of the Company.

Material Changes and Commitments

There were no material changes and commitments affecting the Financial Position of the Company between the end of Financial Year March 31, 2023 and the Date of the Report August 24, 2023.

Risk Management Committee

The Regulation 21 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 pertaining to constituting of the Risk Management Committee, is not applicable to the Company during the Financial Year under review.

Vigil Mechanism

Vigil Mechanism Policy has been established by the Company for Directors and Employees to report genuine concerns pursuant to the provisions of Section 177(9) and (10) of the Companies Act, 2013. The same has been placed on the website of the Company https://www.precision-metaliks.com

Particulars of Employees

In terms of Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Company does not have any Employee who is employed throughout the Financial Year and in

receipt of Remuneration of Rs.120 Lakhs or more, or Employees who are employed for part of the year and in receipt of Rs.8.50 Lakhs or more per month.

Maintenance of Cost Records

Maintenance of Cost Records as specified by the Central Government under Section 148 of the Companies Act, 2013 does not apply to the Company

Listing Fees

The Company affirms that the Annual Listing Fees for the Financial Year 2022-2023 to the National Stock Exchange of India Limited (NSE) have been duly paid.

General

Your Directors state that there were no transactions in respect of the following items during the year under review requiring disclosure or reporting:

- Deposits covered under Chapter V of the Companies Act, 2013.
- Issue of Equity Shares with Differential Rights as to Dividend, Voting or otherwise.
- Significant or Material Orders passed by the Regulators or Courts or Tribunals, which would impact the Going Concern status and the Company's operations in future.
- Application made or proceeding pending under Insolvency and Bankruptcy Code, 2016.
- One Time Settlement with Banks and / or Financial Institutions
- No Companies have ceased to be its Subsidiaries, Joint Ventures, or Associated Companies during the year.

Your Directors further state that the Company has constituted an Internal Complaints Committee and during the year under review, there were no cases filed pursuant to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. The Company has the requisite Policy in place.

Acknowledgements

The Directors hereby acknowledge the dedicated and loyal services rendered by the Employees of the Company during the year. They would also like to place on record their appreciation for the continued co- operation and support received by the Company during the year from Bankers, Financial Institutions, Government Authorities, Business Partners, Shareholders, and other Stakeholders without whom the overall satisfactory performance would not have been possible.

Date: August 24, 2023
Place: Visakhapatnam

By Order of the Board of Directors

Sd/-
Jayanthi Roja Ramani
Director
(DIN: 05334095)

Sd/-
Devarapalli Ramesh Babu
Additional Director
(DIN: 02163058)

Annexure – A

Particulars pursuant to the Companies (Accounts) Rules, 2014

A. Conservation of Energy

a) Steps taken on impact of Conservation of Company Energy

- Ensuring optimum utilization of energy and maximum possible savings of energy.
- Avoiding any known wastages of energy by monitoring and renewing energy usage

b) Steps taken by the Company for utilizing alternate sources of energy.

- Improved efficiency by use of diesel generators in case of emergency and as stand-by

c) Capital Investments on Energy Consumption Equipment

- During the year under review, the Company has not invested in any energy conservation equipment.

B. Technology Absorption

The Company's products are manufactured by using In-house technology and no outside technology is being used for manufacturing activities. No technology absorption was required during the year. The Company constantly strives for maintenance and improvement in the quality of its products and entire activities are directed to achieve the aforesaid goal.

C. Foreign Exchange Earnings and Outgo

(Rs. in Lakhs)

Particulars	Current Year	Previous Year
Earnings (Exports of Products)	18.35	211.03
Outgo (Import of Raw Materials)	9,629.72	78.47

Date: August 24, 2023
Place: Visakhapatnam

By Order of the Board of Directors

Sd/-
Jayanthi Roja Ramani
Director
(DIN: 05334095)

Sd/-
Devarapalli Ramesh Babu
Additional Director
(DIN: 02163058)

Annexure – B
FORM MR-3
SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED MARCH 31, 2023

[Pursuant to Section 204(1) of the Companies Act, 2013 and Rule 9 of the Companies (Appointment and Remuneration Personnel) Rules, 2014]

To
The Members
Precision Metaliks Limited

I have conducted the Secretarial Audit of the Compliance of applicable Statutory Provisions and the adherence to good corporate practices by M/s Precision Metaliks Limited (hereinafter called "the Company"). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the Corporate Conducts / Statutory Compliances and expressing our opinion thereon.

Based on my verification of the Company's Books, Papers, Minutes Books, Forms and Returns filed and other records maintained by the Company and also information provided by the Company, its Officers, Agents and Authorised Representatives during the conduct of Secretarial Audit, I hereby report that in my opinion, the Company has, during the Audit Period covering the Financial Year ended on March 31, 2023 complied with the Statutory Provisions listed hereunder and also that the Company has proper Board processes and Compliance mechanism in place to the extent, in the manner and subject to the reporting made herein after:

I have examined the Books, Papers, Minutes Books, Forms and Returns filed and other Records maintained by M/s Precision Metaliks Limited for the Financial Year ended March 31, 2023 and made available to me, according to the provisions of:

i) The Companies Act, 2013 (the Act) and Rules made there under;

ii) The Securities Contracts (Regulation) Act,1956 (SCRA) and Rules made thereunder;

iii) The Depositories Act,1996 and the Regulations and Bye-laws framed thereunder;

iv) Foreign Exchange Management Act, 1999 and the Rules and Regulations made there under to the extent of Foreign Direct Investment, Overseas as Direct Investment and External Commercial Borrowings;

v) The Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act') viz.

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

   b) Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018

   c) Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015

   d) Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011

   e) Securities and Exchange Board of India (Depositories and Participants) Regulations, 2018

   f) Securities and Exchange Board of India (Buy-back of Securities) Regulations, 2018 [Not applicable during the Audit Period]

   g) Securities and Exchange Board of India (Share Based Employee Benefits and Sweat Equity) Regulations, 2021 [Not applicable during the Audit Period]

h) Securities and Exchange Board of India (Issue and Listing of Securitised Debt Instruments and Security Receipts) Regulations, 2008 [Not applicable during the Audit Period]

i) Securities and Exchange Board of India (Issue and Listing of Non–Convertible and Redeemable Preference Shares) Regulations, 2021 [Not applicable during the Audit Period]

j) Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2021 [Not applicable during the Audit Period] and

* *As the Company is listed on the SME Platform, filing of Secretarial Compliance Report under Regulation 24A of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 does not arise.*

vi) The other laws, as informed and certified by the Management of the Company which are specifically applicable to the Company are:

1) Factories Act,1948 and Rules made thereunder

2) Special Economic Zones Act, 2005 and Rules made thereunder

3) Shop and Establishment Act, 1953 and Rules made thereunder

4) Payment of Wages Act, 1936, and Rules made thereunder

5) Minimum Wages Act, 1948, and Rules made thereunder

6) Employees' State Insurance Act, 1948, and Rules made thereunder

7) Employees' Provident Fund and Miscellaneous Provisions Act, 1952 and Rules made thereunder

8) Government Buildings Act, 1899 and Rules made thereunder

9) Environment Protection Act, 1986 and Rules made thereunder

10) Motor Vehicles Act, 1988 along with the Central Motor Vehicles Rules, 1989

I have also examined compliance with the applicable clauses of the following:

i) Secretarial Standards issued by the Institute of Company Secretaries of India.

ii) The Listing Agreement entered into by the Company with the National Stock Exchange of India Limited

The compliance of the above laws is based on the Compliance Certificate issued by the Manager and the Company Secretary of the Company and submitted to the Board of Directors of the Company.

During the period under audit review and as per the explanation and clarifications given to me and the representations made by the Management, the Company has generally complied with the provisions of the Act, Rules, Regulations, Guidelines, etc.,

I further report that:

a. The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors, including One Woman Director. During the year, there were no changes made in the composition of the Board of Directors.

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

c. Majority decisions are carried through while the Dissenting Member's views, if any, are captured and recorded as part of the Minutes.

I further report that there are adequate systems and processes in the Company, commensurate with the size and Operations of the Company, to monitor and ensure compliance with applicable Laws, Rules, Regulations, and Guidelines.

I further report that the compliance by the Company of the applicable financial laws like direct and indirect tax laws and maintenance of Financial Records and Books of Accounts has not been reviewed in this Audit, since the same have been subject to review by Statutory Auditors and other Designated Professionals.

This Report is to be read with our letter of even date, which is annexed and forms an integral part of this Report.

For Kashinath Sahu & Co
Company Secretaries

Sd/-
CS. Kashinath Sahu
Proprietor
FCS: 4790, CP: 4807
Peer Review No: 2957/2023

Date: August 24, 2023
Place: Visakhapatnam
UDIN: F004790E000854320

Annexure to the Secretarial Audit Report

To
The Members
Precision Metaliks Limited

Our Report of even date is to be read along with this Letter:

1. Maintenance of Secretarial Records is the responsibility of the Management of M/s Precision Metaliks Limited ("the Company"). Our responsibility is to express an opinion on the Secretarial Records based on our Audit.

2. We have followed the Audit Practices and Processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial Records. The verification was done on Test Basis to ensure that correct facts are reflected in the Secretarial Records. We believe that the processes and practices we followed provide a reasonable basis for our opinion.

3. We have not verified the correctness and appropriateness of the Financial Records and Books of Accounts of the Company.

4. Wherever required, we have obtained the Management Representation about the compliance of Laws, Rules and Regulations and happening of events etc.

5. The Compliance of the provisions of Corporate and other applicable Laws, Rules, Regulations, and Standards is the responsibility of Management of the Company. Our examination was limited to the verification of procedures on Test Basis.

6. The Secretarial Audit Report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the Management has conducted the affairs of the Company.

For Kashinath Sahu & Co
Company Secretaries

Sd/-
CS. Kashinath Sahu
Proprietor
FCS: 4790, CP: 4807
Peer Review No: 2957/2023

Date: August 24, 2023
Place: Visakhapatnam
UDIN: F004790E000854320

CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS

[Pursuant to Regulation 34(3) read with Schedule V Para-C clause 10(i) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015]

To
The Members
Precision Metaliks Limited

I have examined the relevant Registers, Records, Forms, Returns and Disclosures received from the Directors of Precision Metaliks Limited (CIN: L74900TG2012PLC082194) and having Registered Office at #6-3-844/10A, Sampathji Apartments, Flat No. 4A, Saadat Manzil, Ameerpet, Hyderabad - 500016 and the Corporate Office at # 9-19-43, Suryadev Apartments, Flat No. 202, CBM Compound, Visakhapatnam – 530003 (hereinafter referred to as "the Company") produced before me, by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V Para-C Sub-clause 10(i) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In my opinion and to the best of my information and according to the verifications (including Directors Identification Number (DIN) status at the portal of the Ministry of Corporate Affairs www.mca.gov.in as considered necessary and explanations furnished to me by the Company and its officers, I hereby certify that none of the Directors on the Board of the Company as stated below for the Financial Year ending on March 31, 2023 has been debarred or disqualified from being appointed or continuing as Directors of companies by the Securities and Exchange Board of India, Ministry of Corporate Affairs or any such other Statutory Authority.3

S No	Name of the Director	DIN	Date of Appointment in the Company	Date of Cessation
1	Percy Homi Italia	00033962	15-04-2021	-
2	Revoor Ramachandra	00490051	15-04-2021	-
3	Jayanthi Roja Ramani	05334095	18-02-2016	-
4	S Venkata Raman Rao	09302647	01-09-2021	24-08-2023
5	D Ramesh Babu	02163058	24-08-2023	-

For Kashinath Sahu & Co
Company Secretaries

Sd/-
CS. Kashinath Sahu
Proprietor
FCS: 4790, CP: 4807
Peer Review No: 2957/2023

Date: August 24, 2023
Place: Visakhapatnam
UDIN: F004790E000854320

Annexure – C
MANAGEMENT DISCUSSION AND ANALYSIS REPORT

The Objective of this Report is to convey the Management's perspective on the external environment and Automotive Industry, as well as Strategy, Operating and Financial Performance, Material Developments in Human Resources and Industrial Relations, Risks and Opportunities and Internal Control Systems and their adequacy in the Company, during the Financial Year 2022-2023. This should be read in conjunction with the Company's Financial Statements, the Schedules, and Notes thereto and other information included elsewhere in this Report and Annual Accounts 2022-2023. The Company's Financial Statements have been prepared in accordance with the Accounting Principles generally accepted in India, including the Indian Accounting Standards specified under Section 133 of the Companies Act, 2013, read with the Rules, as amended, and Regulations issued by the Securities and Exchange Board of India, from time to time.

Global Economy Outlook

Global GDP growth rate in 2022 was 3.4% under the challenging geo-political environment caused in the wake of the Russia-Ukraine war. The Central Banks hiking rates to control inflation continues to have an adverse impact on the economic activities. Growth Rate in 2022 was dampened due to rapid spread of COVID-19 variants in China and the ongoing Russia-Ukraine war. The concerted sanctions on Russia, which supplies around 10% of the world's energy, led to dampening growth and further straining of Supply Chain. The war worsened the persistent inflation across developed economies and the growth rate is projected to fall from 3.4% in 2022 to 2.8% in 2023.

Growth rate in 2023 in USA is expected to be 1.61%, while the Eurozone is expected to remain strained at 0.8%. The energy shock, a result of the war in Ukraine, continues to impact the economic activity in Europe. China's economy is set to rebound to 5.20% as mobility and industrial activities pick up after lifting of pandemic restrictions; long-term headwinds to growth include a shrinking population and slowing productivity growth.

The factors that drove inflation in 2022 are already reversing. These include increase in Commodity Prices, expansive Fiscal and Monetary Policy, and Supply Chain Disruptions. Global inflation is expected to fall from 8.7% in 2022 to 7% in 2023 on the back of lower commodity prices. Inflation has already peaked in the US and Europe in early 2023. It is also declining in other major economies including Japan, China, and India. In the US, Economic Growth is expected to be slower in 2023 given the tightening Monetary and Fiscal Policy. Contrary to late 2022 estimates, the US will avoid a recession due to declining supply chain stress. The threat of recession continues to loom over Europe as the wages and consumer spending have fallen significantly. Elevated Natural Gas Prices are fueling inflation and driving down purchasing power. The tightening of Monetary Policy by ECB and Bank of England along with energy shock resulting from the Russia-Ukraine war will play a key impact on the growth potential.

Indian Economy Outlook

India's Gross Domestic Product grew by 7.2% in Financial Year 2022-2023 against 9.1% expansion in previous Financial Year. Despite the growth rate slowdown, India remains fastest growing large economy in the world. Key segments of GDP performed better than the rest of the world. Agriculture rose by 4%, Mining was up by 4.6% and Manufacturing increased by 1.3% in the Financial Year 2022-2023. At the same time, Electricity generation was up by 9%, Construction segment was up by 10%, Trade, Hotels and Transportation were up by 14%. Similarly, Financial Services and Public Administration increased by 7.1%. Persistent Global High Inflation and Global Growth headwinds have played a key role in slowing down the growth rate for the country. In the Financial Year 2023-2024 we expect the GDP growth to further slowdown to around 6% and we will still maintain world's fastest growing large economy. The manufacturing resurgence is key to take the growth to widespread depth in Indian population. China and Europe can be key features for India to look out for in the coming years to maintain sustained growth.

Automotive Industry Outlook

The Automotive Industry makes a significant contribution to the global economy. As per SIAM Figures, the Industry produced a total of 259.32 Lakhs Vehicles in the Financial Year 2022-2023 as against 230.41 Lakhs Vehicles in the previous year, registering growth of 12.55%. The Production of Passenger Vehicles increased by 25.42%.

Passenger Vehicles Sales in the Financial Year 2022-2023 has recorded a growth of nearly 27%. A total of 38.9 Lakhs Passenger Vehicles were sold during the Financial Year 2022-2023 as against 30.7 Lakhs in the previous Financial Year 2021-2022. The Commercial Vehicle market is very near to its all-time highs achieved in the Financial Year 2018-2019 and we expect the Commercial Vehicles Industry to surpass the old benchmark in the Financial Year 2023-2024.

Foreign companies such as Kia Motors and Volkswagen have adapted themselves to cater to the large Indian middle-class population by dropping their traditional structure and designs. This has allowed them to compete directly with domestic firms, making the sector highly competitive.

Passenger Vehicle Exports from India rose 15% in Financial 2023 with Maruti Suzuki India leading the segment with dispatches of over 2.53 Lakh Units. The Total Passenger Vehicle Exports stood at 6.63 Lakhs Units in the Financial Year 2022-2023 as compared to 5.78 Lakhs Units in 2021-2022. The bright spot of Exports is the Passenger Vehicles segment of the Automotive Industry. The Industry is facing headwinds of global slowdown for other sectors, and we expect the Industry to see stability coming to 2/3 Wheel Exports in the Financial Year 2023-2024. The key indicators from our global customers indicate the lowering of Inventory and Demand stabilization coming to the market. Exports of Alloy Wheel presents a long-term trend for the Company.

India overtakes Japan in Automotive Vehicle Production in the Financial Year 2022-2023. In terms of production, Passenger Vehicles added 18% to the Production Number. Commercial Vehicles constituted 3% of the Total Production Numbers. Coming to the value, the story is very different. Passenger Vehicles added over half of the value at 58% while Commercial Vehicles added up to 19%. This brings the Total Production Value to Rs.8.71 Lakh Crores. Several factors have fueled the remarkable growth. Firstly, the Country's burgeoning middle class, rising disposable incomes and increasing aspiration for personal mobility have propelled demand for vehicles. Additionally, favorable Government Policies, such as the "Make in India" initiative, have played a pivotal role in attracting investments and bolstering Domestic Manufacturing.

Company Overview

Recovery post Covid is a continuing strong and diversified product portfolio that is helping the Company to grow amid segment-wise challenges of the Automotive Industry. The Financial Year 2022-2023 being tough for export markets due to ongoing recessionary fears, the Domestic Market helped the Company to overcome the pressure. The Improving Domestic Market Matrix ensured a double-digit Revenue growth. The Company is expecting to maintain double-digit revenue growth with expectation in the Exports Market Revenue. Domestic Markets are now balanced with a stable growth outlook. The Alloy wheel Segment will remain capex heavy to meet the domestic as well as export opportunities. This vertical remains a high growth opportunity area and will have huge revenue accretion potential for your Company.

Opportunities

The Company is looking forward to increasing its global presence with a major focus on Alloy Wheels. We are expanding our capacity to cater to this global opportunity and take up a global market share in the coming years. The Global Automobile Market Growth will remain a focus area and presents a huge opportunity for the Company to grow. The Alloy Wheel Segment of the Company has the potential to grow at more than 15% volume growth each year with export opportunity.

Threats

The global economic growth remains a big risk for the Industry. The rising Interest Rates globally will surely slow down the economic activity around the world. The sentimental impact of higher rates remains a big risk for consumption growth of the world. An economic downturn or slowdown in the key markets may lead to a decrease in volumes and capacity utilisation. Volatile Exchange Rates, Price Competition, disruption in

supply chain and fears of aggravation in Russia-Ukraine war are some of the threats. It may increase the operating cost of running the business. An increase in the cost of key inputs can impact the profitability of the Company.

Outlook

Aluminum is the Primary Raw Material for the Products of the Company and is a very significant part of the Final Product Cost of Aluminum Wheel. Rising Prices continue to be a reality and pose a challenge to the Inventory and Financial Management for the Company in this competitive Auto-Component Sector. Concerns of global economic slowdown, the impact of war in Ukraine and the Risks of stagflation envisaging numerous market scenarios are pressing the need for Automotive Industry players to be more vigilant and forward-looking.

COVID-19 has changed the dynamics of Supply Chain which is further influenced by the burgeoning drive for a cleaner and sustainable environment. Factor of Global Growth has become a key linkage between economies and the consumer sentiment. Global Growth is still limping on weak wicket and manufacturing output is still shrinking for a large part of the globe. The world economies are making a base after the financial crisis and will keep the growth parameters for the Company in check, as the cross-border trade is suffering due to low consumption. We are constantly de-risking ourselves by broadening our product reach and extending our reach across the globe to avoid geographical slowdown risk. Top customer concentration is a risk as more than 90% of Revenues come from Domestic Market Customers and the Company is increasing its foot print in Export Markets by catering to wide ranges of Segment and Customers.

The Foreign Currency movement also poses a risk to the Company's Performance as Global Currencies' swings are extreme due to various macro-issues persisting in the current environment. This may act as a headwind for some time to come till the situation becomes normal and volatility among Global Currency recedes to normalized levels.

Risks and Concerns

The Business of the Company is exposed to several internal and external risks. It also has to deal with certain micro and macro-risks that affect the Company's Strategy implementation. The Company have in place Robust Framework, Internal Processes, Systems and Controls to monitor, manage, govern, mitigate risks and turning them into opportunities for strengthening the position of the Company.

To mitigate the risk, the Company continues to strive to improve its Operational Performance and develop new components, which are technologically superior and have an edge over the competitors. While your Company's demand outlook is strong, our approach is to remain vigilant to ensure that we are agile and evolve dynamically.

Financial Performance with respect to Operational Performance

The Company achieved the highest-ever Revenue in the Financial Year 2022-2023. Revenues from Operations stood at Rs.18,862.88 Lakhs in the Financial Year 2022-2023 as compared to Rs.12,559.67 Lakhs in the previous Financial Year 2021-2022. The growth was led by an increase in Domestic Market volume across the segment of the Company's Portfolio. During the Financial Year 2022-2023, the Company remained focused in reducing its leverage with good cash accruals. The Company recorded EBIDTA and Profit After Tax (PAT) at Rs.794.58 Lakhs and Rs.735.91 Lakhs respectively. The Company is working towards higher returns on Return on Equity and Return of Capital.

Internal Control Systems and their Adequacy

The Company has a robust Internal Control and Audit System to provide adequate assurance regarding the effectiveness and efficiency of its systems and operations. The Controls are commensurate to the needs of the Organisation given its size and complexity of operations. The Standard Operating Procedures ensure compliance to local regulation and statutes as applicable to the Company. The Company strictly ensures adherence to all the Internal Control Policies and Procedures as well as compliance with all Regulatory Guidelines. Further, the Audit Committee monitors the adequacy and effectiveness of your Company's Internal Control Framework.

Material Development in Industrial Relations Front

Managing Human Resources effectively and efficiently plays a critical role in ensuring that a satisfied, motivated work force delivers quality services. It also plays an important role in increasing staff performance and productivity, enhancing the Company's competitive advantage, and contributing directly to the Company's Goals. Your Company believes that growth without Human Capital Development will be incomplete growth. It is attempting to match the Human Capital Growth Improvement amid intense competition. Talent Retention has become an increasingly vital tool for matching customer expectations and will drive the future growth of the Company.

The Company is sensitive towards the EHS factor of Human Capital and is working extensively towards the workers' safety and happy mind. Several health and safety initiatives have been introduced as part of a structured program to enhance the safety and health of its workmen and other associates. Performance measurement and skill up gradation programs are widely deployed within the Company. The Company is aggressively working towards improving the well-being of employees and improving their health score.

The Company firmly believes the culture of meritocracy and working extensively towards Employees' training for enhancement and development of job skills. On-Job training along with class room training is being taken up by each unit to ensure improvement in the learning curve of the Employees. Various internal job rotations are also deployed for enhancing the work culture and promoting the meritocracy.

The Company continues to maintain its track record of peaceful Industrial Relations. Detail of number of employees and other material information is provided in Boards' Report.

Significant Changes in Key Financial Ratios

During the Financial Year 2022-2023, the Company focused on Profitable Business, Receivable and Working Capital Management. With the support of employees across divisions and aided by the rebound witnessed during the Financial Year, the Company could successfully increase its Turnover, Profitability, and consequently reduce Working Capital utilization and Interest outflow. The Company registered a profit of Rs.710.43 Lakhs against Rs.345.98 Lakhs in the previous year with a reasonable growth in Sales.

During the Financial Year 2022-2023, there was significant change (i.e. change of 25% or more as compared to the previous year) in the following Key Financial Ratios:

Particulars	Financial Year 2022-2023	Financial Year 2021-2022
Inventory Turnover	0.01	0.06
Trade Receivables Turnover	0.49	0.17
Current Ratio	1.71	8.52
Operating Profit Margin	4.16	3.42
Net Profit Margin	3.77	2.75

Segment Reporting

The Company is engaged in the processing of semi-finished alloy wheels by rendering value added services and other engineering services. The inherent nature of activities is governed by the same set of risk and returns; hence it has been grouped under a Single Segment. The said treatment is in accordance with the principle enunciated in the Accounting Standard on Segment Reporting (AS-17).

Disclaimer

This Report contains certain statements that the Company believes and may be considered as Forward-Looking Statements. These Forward-Looking Statements may be identified by their use of words like 'plan', 'hope', 'will', 'expect', 'aim' or such similar words or phrases. All such statements are subject to risks and uncertainties, which could cause actual results to vary materially from those contemplated by the relevant Forward-Looking Statements.

Annexure - D

Particulars pursuant to Section 197 (12) of the Companies Act, 2013 read with Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

The details of Remuneration of each Director and KMP during the Financial Year 2022-2023, the percentage increase in Remuneration of each Director and KMP and Ratio of the Remuneration of each Director to the Median Remuneration of the Employees for the Financial Year 2022-2023 are as follows:

S No	Name of the Director	Remuneration of Director / KMP	% Increase in Remuneration	Ratio of Remuneration of each Director to Median Remuneration of Employees
1	Ms. Jayanthi Roja Ramani Non - Executive Director	--	--	--
2	Mr. Percy Homi Italia Independent Director	--	--	--
3	Mr. Revoor Ramachandra Independent Director	--	--	--
4	Mr. Sevvana Venkata Raman Rao Whole Time Director & CEO	10.00	--	3.20
5	Mr. BVV Prakash Rao Chief Financial Officer	8.58	--	3.32
6	Rakesh Kumar Company Secretary	6.38	--	2.04

Note:

i) Independent Directors were only paid Sitting Fees during the Financial Year under review. Hence, their ratio to Median Remuneration has been shown as Nil.

ii) Mr. Sevvana Venkata Raman Rao resigned from the Board on August 24, 2023.

iii) Average percentage increase made in the Salaries of Employees, based on the monthly Fixed Gross Salary, other than the Managerial Personnel in the Financial Year 2022-2023 was 13.17 % whereas the Managerial Remuneration, based on the monthly Fixed Gross Salary increased by 4.19% as no performance linked incentive was given to the Whole-Time Director during the year.

iv) The Median Remuneration of Employees of the Company based on the monthly Fixed Gross Salary for the Financial Year was Rs.3.12 Lakhs Per Annum.

v) There were 16 Permanent Employees on the rolls of the Company as on March 31, 2023.

vi) It is hereby affirmed that the Remuneration paid is as per the Company's Remuneration Policy for Directors, Key Managerial Personnel and other Employees.

INDEPENDENT AUDITORS' REPORT

To
The Members of
Precision Metaliks Limited

Report on the Standalone Financial Statements

Opinion

We have audited the accompanying Standalone Financial Statements of M/s Precision Metaliks Limited ("the Company"), which comprises the Balance Sheet as of March 31, 2023 the Statement of Profit and Loss, 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 and other explanatory information [hereinafter referred to as "Standalone Financial Statements"]

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Standalone Financial Statements give the information required by the Companies Act, 2013 ("the Act") in the manner, so required, and give a true and fair view in conformity with the Accounting Principles generally accepted in India, of the state of affairs of the Company as at March 31, 2023, and its Profit, Changes in Equity and its Cash Flows for the year ended on that date.

Basis for Opinion

We conducted our Audit of the Standalone Financial Statements in accordance with the Standards on Auditing (SAs) specified under Section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the "Auditor's Responsibilities for the Audit of the Financial Statements" section of our Report. We are independent of the Company in accordance with the 'Code of Ethics', issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our Audit of the Standalone Financial Statements, under the provisions of the Act and the Rules defined thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the Audit Evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the Standalone Financial Statements.

Key Audit Matters

Key Audit Matters are those matters that, in our professional judgement, were of most significance in our Audit of the Standalone Financial Statements of the current period. These matters were addressed in the context of our Audit of the Standalone Financial Statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. During the year under consideration, we have no Key Audit Matters to report.

Other Information

The Board of Directors of the Company is responsible for the Other Information. The Other Information comprises the information included in the Annual Report but does not include the Standalone Financial Statements and our Auditors' Report thereon.

Our Opinion on the Standalone Financial Statements does not cover the 'Other Information' and we do not express any form of assurance conclusion thereon.

In connection with our Audit of the Standalone Financial Statements, our responsibility is to read the Other Information and, in doing so, consider whether the Other Information is materially inconsistent with the Standalone Financial Statements, or our knowledge obtained in the Audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this Other Information, we are required to report that fact. We have nothing to report in this regard.

Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Act, with respect to the preparation of these Standalone Financial Statements, that give a true and fair view of the Financial Position, Financial Performance Changes in Equity and Cash Flows of the Company in accordance with the Accounting Principles generally accepted in India, including the Indian Accounting Standards specified under Section 133 of the Act, read with the Rules, as amended. This responsibility also includes maintenance of adequate Accounting Records in accordance with the provisions of the Act for safeguarding of the Assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate Accounting Policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate Internal Financial Controls that were operating effectively for ensuring the accuracy and completeness of the Accounting Records, relevant to the preparation and presentation of the Standalone Financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Standalone Financial Statements, the Board of Directors is responsible for assessing the Company's ability to continue as a Going Concern, disclosing, as applicable, matters related to Going Concern and usingthe Going Concern Basis of Accounting unless the Board of Directors either intend to liquidate the Companyor to cease the operations, or has no realistic alternative but to do so.

The Board of Directors is also responsible for overseeing the Company's Financial Reporting Process.

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

Our objectives are to obtain reasonable assurance about whether the Standalone Financial Statements, as a whole, are free from material misstatement, whether due to fraud or error, and to issue an Auditor's Report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an Audit conducted in accordance with the SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users, taken on the basis of these Standalone Financial Statements.

As part of an Audit in accordance with the SAs, 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 Controls.
- Obtain an understanding of Internal Controls relevant to the Audit in order to design Audit Procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate Internal Financial Controls System with reference to the Standalone Financial Statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of the Accounting Policies used and the reasonableness of accounting estimates and related disclosures made by the Management.
- Conclude on the appropriateness of the Management's use of the Going Concern Basis of Accounting and, based on the Audit Evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a Going Concern. If we conclude that a material uncertainty exists, we are required to draw attention in our Auditor's Report to the related disclosures in the Standalone Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the Audit Evidence obtained up to the date of our Auditor's Report. However, future events or conditions may cause the Company to cease to continue as Going Concern.

- Evaluate the overall presentation, structure and content of the Financial Statements, including the disclosures, and whether the Standalone Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the Standalone Financial Statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Financial Statements may be influenced. We consider quantitative materiality and qualitative factors in:

i) planning the scope of our audit work and in evaluating the results of our work; and

ii) to evaluate the effect of any identified misstatements in the Standalone Financial Statements.

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

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

From the matters communicated with those charged with Governance, we determine those matters that were of most significance in the audit of the Standalone Financial Statements of the current period and are therefore the Key Audit Matters. We describe these matters in our Auditors' Report, unless any Law or Regulation precludes Public Disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our Report because the adverse consequences of doing so would reasonably be expected to outweigh the Public Interest benefits of such communication

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of Sub-section (11) of Section 143 of the Companies Act, 2013, we give in the "Annexure- A", statement on the matters specified in Paragraphs 3 and 4 of the Order.

2. As required by Section 143(3) of the Act, we report that:

   a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.

   b) In our opinion, proper Books of Accounts as required by law have been kept by the Company, so far as it appears from our examination of those Books.

   c) The Balance Sheet, the Statement of Profit and Loss, the Statement of Changes in Equity and the Statement of Cash Flows dealt with by this Report, are in agreement with the Books of Account.

   d) In our opinion, the aforesaid Standalone Financial Statements comply with the Accounting Standards, specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014

   e) On the basis of the Written Representations received from the Directors as on March 31, 2023 taken on record by the Board of Directors, None of the Directors is disqualified as on March 31, 2023 from being appointed as a Director in terms of Section 164(2) of the Act.

   f) With respect to the adequacy of the Internal Financial Controls, with reference to the Standalone Financial Statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure- B". Our Report expresses an Unmodified Opinion on the adequacy and operating effectiveness of the Company's Internal Financial Controls Over Financial Reporting.

   g) With respect to other matters to be included in the Auditor's Report in accordance with the requirements of Section 197(16) of the Act, as amended:

      In our opinion and to the best of our information and according to explanations given to us, the Managerial Remuneration for the year ended March 31, 2023 has been paid / provided by the Company to its Directors, in accordance with the provisions of Section 197 read with Schedule-V to the Companies Act, 2013.

h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

a. The Company does not have any pending litigations which would impact its Financial Position.

b. The Company did not have any long-term contract, including Derivative Contracts for which there were any material foreseeable losses.

c. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

d. (i) The Management has represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from Borrowed Funds or Share Premium or any other sources or kind of funds) by the Company to or in any other Person(s) or Entity(ies), including Foreign Entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other Persons or Entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(ii) The Management has represented, that, to the best of its knowledge and belief, no funds have been received by the Company from any Person(s) or Entity(ies), including Foreign Entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

(iii) Based on the Audit Procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to their notice that has caused them to believe that the Representations under Sub-clause (i) and (ii) of Rule 11(e) as provided under (a) and (b) above contain any material misstatement.

e. The Company has not declared any Dividend and nor paid during the year.

f. Proviso to the Rule 3(1) of the Companies (Accounts) Rules, 2014 for maintaining the Books of Accounts, using Accounting Software which has a feature of recording the Audit Trail (Edit Log) Facility, is applicable to the Company with effect from 1st April, 2023, and accordingly, reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 is not applicable for the Financial year ended March 31, 2023.

For PPKG & Co
Chartered Accountants
Firm's Registration No. 009655S

Sd/-

CA Girdhari Lal Toshniwal
Partner
Membership No. 205140
UDIN: 23205140BGUNHV3380

Date: May 29, 2023
Place: Visakhapatnam

Annexure-A to the Independent Auditors' Report

Annexure referred to in Paragraph-1 under the heading "Report on Other Legal and Regulatory Requirements" of our Report of Even Date

In terms of the information and explanations sought by us and given by the Company and the Books of Account and records examined by us in the normal course of Audit and to the best of our knowledge and belief, we state that:

(i) a) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.

b) The Company has a regular program of physical verification of its Property, Plant and Equipment under which all the Assets are verified in a phased manner over a period.

c) Based on the examination of the records of the Company and according to the information and explanations given to us, the Company does not hold any immovable property and has not pledged any Fixed Assets with the Bank, as security for Credit Facilities.

d) The Company has not revalued any of its Property, Plant and Equipment's during the year.

e) As per the information given to us there are no proceedings initiated or pending against the Company, as at March 31, 2023 for holding any Benami Property under the Benami Transactions (Prohibition) Act, 1988, as amended, and Rules made there under.

ii) a) In our opinion and according to the information and explanation give to us, the Management has conducted physical verification of Inventory at reasonable intervals during the year, and no material discrepancies were noticed on the aforesaid verification.

b) As disclosed in the Standalone Financial Statements, the Company has been sanctioned Working Capital limits in excess of Rs.5 Crores (Rupees Five Crores), in aggregate, from the Banks, during the year, on the basis of security of the Current Assets of the Company. The Monthly Returns / Statements filed by the Company, with such Banks, are in agreement with the Books of Accounts.

iii) In our opinion and according to the information and explanations given to us, the Company has not granted any Loans, secured or unsecured, to any Companies, Firms, Limited Liability Partnerships or other parties.

iv) In our opinion and according to the information and explanations given to us, the Company has not made any Investments, given Security / Guarantee, which is covered under the provisions of Section 185 and 186 of the Companies Act, 2013. The same is in compliance with Sections 185 and 186 of the Companies Act, 2013, in respect of Loans.

(v) In our opinion and according to the information and explanations given to us, the Company has not accepted any Deposits nor accepted any amounts which are deemed to be Deposits, within the meaning of Section 73 of the Companies Act, 2013 and the Companies (Acceptance of Deposits) Rules, 2014, as amended. Accordingly, the provisions of Clause 3(v) of the Order are not applicable.

(vi) In our opinion and according to the information and explanations given to us, the provisions of Section 148 are not applicable to the Company. Hence, the requirement of reporting on Clause 3(vi) of the Order is not applicable to the Company.

(vii) (a) According to the information and explanation given to us, the Company has been regular in depositing undisputed statutory dues, including Goods and Services Tax, Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, Duty of Custom, Value-Added Tax, Cess, and other material statutory dues applicable to it with the appropriate authorities.

(b) According to the information and explanation given to us, there were no undisputed amounts payable in respect of Goods and Service Tax, Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, Duty of Custom, Duty of Excise, Value-Added Tax, Cess and other material statutory dues in arrears as at March 31, 2023 for a period of more than six months from the date they become payable.

(viii) In our opinion and according to the information and explanation given to us, the Company has not surrendered or disclosed any transaction, previously unrecorded in the Books of Accounts, in the Tax Assessments under the Income Tax Act, 1961 (43 of 1961), as Income during the year. Accordingly, the requirement to report on Clause 3(viii) of the Order is not applicable to the Company.

(ix) According to the records of the Company examined by us and as per the information and explanations given to us, we hereby report that:

a) The Company has not defaulted on repayment of Loans or Borrowings to any Bank during the year under review.

b) The Company has not been declared a Wilful Defaulter by any Bank or Financial Institution or Government or any Government / Regulatory Authority.

c) The Company has not raised any Term Loan during the year. Accordingly, the requirement to report on Clause 3(ix)(c) of the Order is not applicable to the Company.

d) To the extent of our overall examination of the Standalone Financial Statements of the Company, the funds raised on short-term basis have prima-facie not been utilized for long-term purposes, by the Company.

e) The Company has not taken any funds from any entity or person on account of or to meet the obligations of its Subsidiaries, Associates or Joint Ventures.

f) The Company has not raised loans during the year on the Pledge of the Securities held in its Subsidiaries, Joint Ventures, or Associate Companies.

(x) a) During the year, the Company has not raised any money by way of Initial Public Offer or Further Public Offer (including Debt Instruments). Accordingly, the requirement to report on Clause 3(x)(a) of the Order is not applicable to the Company.

b) During the year, the Company has not made any Preferential Allotment or Private Placement of Shares or Convertible Debentures (fully or partly or optional). Accordingly, the requirement to report on Clause 3(x)(b) of the Order is not applicable to the Company.

(xi) a) In our opinion and according to the information and explanation given to us, no fraud by the Company or any fraud on the Company has been noticed or reported during the year under review and up to the date of this Report.

b) No Report under sub-section (12) of Section 143 of the Companies Act was required to be filed in Form ADT-4 as prescribed under Rule 13 of the Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and up to the date of this Report.

c) As represented to us by the Management, no Whistle Blowers Complaints were received during the year.

xii) The Company is not a Nidhi Company, as per the provisions of the Companies Act, 2013 and accordingly, the requirement on Clause 3(xii)(a) to 3(xii)(c) of the Order are not applicable to the Company.

xiii) According to the information and explanations given to us and based on our examination of the records of the Company, all the transactions with the Related Parties are in compliance with the Sections 177 and 188 of the Companies Act, 2013, where applicable and the requisite details of such transactions have been disclosed in the Standalone Financial Statements, as required by the applicable Accounting Standards.

xiv) a) In our opinion, the Company has an Internal Audit System commensurate with the size and nature of its business.

b) The Internal Audit Reports of the Company issued till the date of the Audit Report, for the period under audit, have been considered by us.

xv) During the year, the Company has not entered in any non-cash transactions with the Directors or persons connected with them, covered under Section 192 of the Act. Hence, the requirement of reporting on Clause 3(xv) of the Order is not applicable to the Company.

xvi) a) The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, the requirement of reporting on Clause 3(xvi)(a) of the Order is not applicable to the Company.

b) The Company has not conducted any Non-Banking Financial / Housing Finance Activities during the year. Accordingly, the requirement of reporting on Clause 3(xvi)(b) of the Order is not applicable to the Company.

c) The Company is not a Core Investment Company (CIC) as defined in the Regulations made by the Reserve Bank of India. Accordingly, the requirement of reporting on Clause 3(xvi)(c) of the Order is not applicable to the Company.

xvii) The Company has not incurred cash losses in the Financial Year covered by the audit and in the immediately preceding Financial Year.

(xviii) There has been no resignation of the Statutory Auditors of the Company during the year. Accordingly, the requirement of reporting on Clause 3(xviii) of the Order is not applicable to the Company.

(xix) On the basis of the Financial Ratios, ageing and expected dates of realisation of Financial Assets and payment of Financial Liabilities, other information accompanying the Financial Statements, the Auditor's knowledge of the Board of Directors and the Management's plans, the Auditor is of the opinion that no material uncertainty exists as on the date of the Audit Report and that the Company is capable of meeting its Liabilities existing at the Date of Balance Sheet, as and when they fall due within a period of one year from the Balance Sheet Date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the Audit Report and we neither give any assurance that all liabilities falling due, within a period of one year from the Balance Sheet Date, will get discharged by the Company, as and when they fall due.

(xx() During the year, the Company was not liable to contribute any amount, as required under Section 135 of the Companies Act, 2013. Accordingly, the requirement of reporting on Clause 3(xx) of the Order is not applicable to the Company.

(xxi) The reporting under Clause 3(xxi) is not applicable in respect of unspent amounts, that are required to be transferred to a special account in compliance of Sub-section (6) of Section 135 of the Act. Accordingly, no reporting is required in respect of the said Clause under this Report.

For PPKG & Co
Chartered Accountants
Firm's Registration No. 009655S

Sd/-

CA Girdhari Lal Toshniwal
Partner
Membership No. 205140
UDIN: 23205140BGUNHV3380

Date: May 29, 2023
Place: Visakhapatnam

Annexure-B to the Independent Auditors' Report

Annexure referred to in Paragraph 2(f) under the heading "Report on Other Legal and Regulatory Requirements" of our Report of Even Date

We have audited the Internal Financial Controls over Financial Reporting of M/s Precision Metaliks Limited ("the Company") as of March 31, 2023 in conjunction with our audit of the Standalone Financial Statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's Board of Directors is responsible for establishing and maintaining Internal Financial Controls based on the Internal Control Over Financial Reporting criteria established by the Company considering the essential components of Internal Control, as stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the Design, Implementation and Maintenance of adequate Internal Financial Controls that were operating effectively for ensuring the orderly and efficient conduct of the Company's Business, including adherence to the Company's Policies, the Safeguarding of its Assets, the prevention and detection of frauds and errors, the accuracy and completeness of the Accounting Records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's Internal Financial Controls Over Financial Reporting, based on our Audit. We conducted our Audit in accordance with the Standards on Auditing (SAs), issued by the ICAI and deemed to be prescribed under Section 143(10) of the Act, to the extent applicable to an Audit of the Internal Financial Controls Over Financial Reporting, and the Guidance Note issued by the ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the Audit, to obtain reasonable assurance about whether adequate Internal Financial Controls Over Financial Reporting were established and maintained and if such controls operated effectively in all material respects.

Our Audit involves performing procedures to obtain Audit Evidence about the adequacy of the Internal Financial Controls Over Financial Reporting and their operating effectiveness. Our Audit of Internal Financial Controls Over Financial Reporting includes obtaining an understanding of Internal Financial Controls Over Financial Reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of the Internal Controls based on the assessed risk. The procedures selected depend on the Auditors' judgment, including the assessment of the risks of material misstatement of the Financial Statements, whether due to fraud or error.

We believe that the Audit Evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the Company's Internal Financial Controls Over Financial Reporting with reference to the Standalone Financial Statements.

Meaning of Internal Financial Controls Over Financial Reporting

A Company's Internal Financial Controls Over Financial Reporting is a process designed to provide reasonable assurance regarding the reliability of Financial Reporting and the preparation of Financial Statements for external purposes in accordance with the Generally Accepted Accounting Principles. The Company's Internal Financial Controls Over Financial Reporting include those policies and procedures that:

i) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the Assets of the Company;

ii) provide reasonable assurance that transactions are recorded as necessary to permit preparation of the Financial Statements in accordance with the Generally Accepted Accounting Principles and that

receipts and expenditures of the Company are being made only in accordance with authorizations of Management and Directors of the Company; and

iii) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the Company's Assets that could have a material effect on the Financial Statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the Inherent Limitations of the Internal Financial Controls Over Financial Reporting, including the possibility of collusion or improper Management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the Internal Financial Controls Over Financial Reporting to future periods are subject to the risk that the Internal Financial Controls Over Financial Reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion and to the best of information and according to the explanations given to us, the Company, in all material respects, an adequate Internal Financial Controls Over Financial Reporting and such controls were operating effectively as of March 31, 2023 based on the 'Internal Control Over Financial Reporting Criteria' established by the Company, considering the essential components of Internal Control as stated in the Guidance Note of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For PPKG & Co
Chartered Accountants
Firm's Registration No. 009655S

Sd/-

CA Girdhari Lal Toshniwal
Partner
Membership No. 205140
UDIN: 23205140BGUNHV3380

Date: May 29, 2023
Place: Visakhapatnam

BALANCE SHEET AS AT MARCH 31, 2023

(Rs. in Lakhs)

EQUITY AND LIABILITIES	Note No.	As at 31-Mar-2023	As at 31-Mar-2022
Shareholders' Funds			
a) Share Capital	1	1,625.91	1,625.91
b) Reserves and Surplus	2	3,159.70	2,449.28
c) Money received against Share Warrants		-	-
Non – Current Liabilities			
a) Long Term Borrowings		-	-
b) Other Long-Term Liabilities		-	-
c) Deferred Tax Liabilities (Net)	3	0.51	0.89
d) Other Non – Current Liabilities			
Current Liabilities			
(a) Short Term Borrowings	4	445.32	-
(b) Trade Payables			
- Total Outstanding Dues to MSME Unit		-	-
- Total Outstanding Dues other than MSME Unit	5	5,497.34	63.72
(c) Other Current Liabilities	6	127.39	312.25
(d) Short Term Provisions	7	217.02	127.68
Total		**11,073.18**	**4,579.73**
ASSETS			
Non – Current Assets			
(a) Property, Plant and Equipment, Intangible Assets			
- Property, Plant and Equipment	8	56.59	52.19
- Capital Work-In-Progress		1.92	
- Intangible Assets			
(b) Non – Current Investments	9	238.52	238.52
(c) Long Term Loans and Advances		-	-
(d) Other Non – Current Assets		-	-
Current Assets			
(a) Inventories	10	47.25	718.92
(b) Trade Receivables	11	9,298.92	2,168.39
(c) Cash and Cash Equivalents	12	951.72	1,060.05
(d) Short Term Loans and Advances	13	47.12	208.37
(e) Other Current Assets	14	431.13	133.29
Total		**11,073.18**	**4,579.73**

See accompanying Notes to the Financial Statements – 1 to 23

In terms of our attached report of even date

For Precision Metaliks Limited

For PPKG & Co
Chartered Accountants
FRN: 009655S

Sd/-
Girdhari Lal Toshniwal
Partner

Membership No. 205140
UDIN: 23205140BGUNHV3380

Date: May 29, 2023
Place: Visakhapatnam

Sd/-
Jayanthi Roja Ramani
Director
(DIN: 05334095)

Sd/-
Rakesh Kumar
Company Secretary

Sd/-
S Venkata Raman Rao
Director
(DIN: 09302647)

Sd/-
BVV Prakash Rao
Chief Financial Officer

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2023

(Rs. in Lakhs)

Particulars	Note No.	For the year ended 31-Mar-2023	For the year ended 31-Mar-2022
Revenue from Operations	15	18,862.88	12,559.67
Other Income	16	42.97	7.06
Total Revenue		**18,905.85**	**12,566.72**
Cost of Materials Consumed	17	16,310.77	9,392.31
Purchase of Stock-in-Trade	18	510.70	1,295.82
Changes in Inventories of Finished Goods, Work-in- Progress and Stock-in-Trade	19	671.67	507.33
Employee Benefit Expenses	20	248.33	331.39
Finance Cost	21	49.38	1.67
Depreciation and Amortization Expenses	8	9.29	10.29
Other Expenses	22	369.81	600.61
Total Expenses		**18,169.93**	**12,139.42**
Profit / (Loss) Before Exceptional Items and Tax		**735.91**	**427.31**
Exceptional Items		-	-
Profit/ (Loss) Before Tax		735.91	427.31
Tax Expenses	23		
- Current Tax		(25.87)	(81.02)
- Deferred Tax		0.38	(0.30)
Profit / (Loss) for the period from Continuing Operations		710.43	345.98
Profit / (Loss) from Discontinued Operations		-	-
Tax Expense of Discontinued Operations		-	-
Profit / (Loss) from Discontinued Operations (After Tax)		-	-
Profit / (Loss) for the period (After Tax)		710.43	345.98
Other Comprehensive Income		-	-
Total Comprehensive Income for the Period (Profit / Loss + Other Comprehensive Income)		**710.43**	**345.98**
Earnings Per Equity Share (for Continuing Operations)			
a) Basic		4.37	2.13
b) Diluted		4.37	2.13

Particulars	Note No.	For the year ended 31-Mar-2023	For the year ended 31-Mar-2022
Earnings Per Equity Share (Discontinued Operations)			
a) Basic		-	-
b) Diluted		-	-
Earnings Per Equity Share (Continuing and Discontinued)			
a) Basic		4.37	2.13
b) Diluted		4.37	2.13

See accompanying Notes to the Financial Statements – 1 to 23

In terms of our attached report of even date

For Precision Metaliks Limited

For PPKG & Co
Chartered Accountants
FRN: 009655S

Sd/-
Girdhari Lal Toshniwal
Partner

Membership No. 205140
UDIN: 23205140BGUNHV3380

Date: May 29, 2023
Place: Visakhapatnam

Sd/-
Jayanthi Roja Ramani
Director
(DIN: 05334095)

Sd/-
Rakesh Kumar
Company Secretary

Sd/-
S Venkata Raman Rao
Director
(DIN: 09302647)

Sd/-
BVV Prakash Rao
Chief Financial Officer

CASH FLOW STATEMENT FOR THE YEAR ENDED ON MARCH 31, 2023

(Rs. in Lakhs)

	For the year ended 31-Mar-2023	For the year ended 31-Mar-2022
Cash Flow from Operating Activities		
Net Profit Before Tax and Extra-ordinary Items	735.91	427.31
Adjustment for		
Depreciation	9.29	10.29
Foreign Exchange		
Gain / (Loss) on Sale of Fixed Assets		
Gain / (Loss) on Sale of Investments		
Finance Cost	36.64	1.67
Dividend Income		
Other adjustment to reconcile Profit		
Total Adjustment to Profit / Loss (A)	**45.93**	**11.96**
Adjustments for Working Capital Change:		
Adjustment for increase / decrease in Inventories	671.67	837.33
Adjustment for increase / decrease in Trade Receivables	(7,130.53)	(2,168.39)
Adjustment for increase / decrease in Other Current Assets	(136.60)	(119.79)
Adjustment for increase / decrease in Trade Payables	5,433.62	(180.49)
Adjustment for increase / decrease in Other Current Liabilities	(184.87)	(7.72)
Adjustment for increase / decrease in Provisions	89.34	80.95
Total Adjustment for Working Capital (B)	**(1,257.37)**	**(1,558.12)**
Total Adjustment to reconcile Profit (A + B)	**(1,211.44)**	**(1,546.16)**
Net Cash Flow from (used in) Operations	**(475.52)**	**(1,118.85)**
Dividend Received	-	-
Interest (Received) / Paid	(42.97)	1.67
Income Tax Refund / (Paid)	(25.87)	
Net Cash Flow from Operating Activities	**(544.36)**	**(1,120.52)**
Net Cash from Investing Activities:		
(Purchase) / Sale of Fixed Assets	(15.60)	0.85
(Purchase) / Sale of Investments or Equity Instruments Dividend Received		
Interest Received	42.97	
Proceeds from Government Grant		
Other Inflow / (Outflow) of Cash		

	For the year ended 31-Mar-2023	For the year ended 31-Mar-2022
Net Cash Flow from Investing Activities	**27.37**	**0.85**
Cash Flow from Financing Activities		
Proceeds from Issue of Shares / Debentures / Bonds		2,193.00
Proceeds from / (Repayment of) Bank Borrowings	445.32	
Income Tax Refund / (Paid)		(81.02)
Interest Received / (Paid)	(36.64)	
Net Cash Flow from Financing Activities	**408.68**	**2,111.98**
Net (Decrease) / Increase in Cash and Cash Equivalents	**(108.32)**	**992.30**
Cash and Cash Equivalents at the beginning	1,060.04	67.74
Cash and Cash Equivalents at the end	**951.72**	**1,060.04**

See accompanying Notes to the Financial Statements – 1 to 23

In terms of our attached report of even date

For Precision Metaliks Limited

For PPKG & Co
Chartered Accountants
FRN: 009655S

Sd/-
Girdhari Lal Toshniwal
Partner

Membership No. 205140
UDIN: 23205140BGUNHV3380

Date: May 29, 2023
Place: Visakhapatnam

Sd/-
Jayanthi Roja Ramani
Director
(DIN: 05334095)

Sd/-
Rakesh Kumar
Company Secretary

Sd/-
S Venkata Raman Rao
Director
(DIN: 09302647)

Sd/-
BVV Prakash Rao
Chief Financial Officer

NOTES TO THE STANDALONE FINANCIAL STATEMENTS

1. Corporate Information

Precision Metaliks Limited ("the Company") is a Public Limited Company domiciled in India and incorporated under the provisions of the Companies Act, 1956. The Company is engaged in the processing of semi-finished alloy wheels by rendering value added services and other engineering services. The Company is listed on the SME Platform of the National Stock Exchange of India Limited (NSE-EMERGE).

The Financial Statements were approved for issue by the Board of Directors on May 29, 2023.

2. Significant Accounting Policies

2.1 Basis of Preparation

The Financial Statements of the Company have been prepared in accordance with the Accounting Principles generally accepted in India. The Financial Statements have been prepared to comply in all material respects with the Accounting Standards, as prescribed under Section 133 of the Companies Act, 2013 ("the Act") and the Rules defined thereunder, as amended from time to time.

(a) Historical Cost Convention

These Financial Statements have been prepared on the Historical Cost basis, except for certain Financial Instruments which are measured at Fair Values at the end of each Reporting Period as explained in the Accounting Policies below. Historical Cost is generally based on the Fair Value of the consideration given in exchange for goods and services.

(b) Fair Value Measurement

Fair Value is the price that would be received to sell an Asset or paid to transfer a Liability in an orderly transaction between market participants at the measurement date, regardless of whether that Price is directly observable or estimated using another Valuation Technique. In measuring Fair Value of an Asset or Liability, the Company takes into account those characteristics of the Assets or Liability that market participants would take into account when pricing the Asset or Liability at the measurement date.

Accounting Policies have been consistently applied except where a newly issued Accounting Standard is initially adopted or a revision to an existing Accounting Standard requires a change in the Accounting Policy hitherto in use.

2.2 Functional and Presentation Currency

The Financial Statements are presented in Indian Rupees ("INR") which is also the Company's Functional Currency. All the amounts disclosed in the Financial Statements have been rounded to the nearest Rupees in 'Lakhs', as per the requirements of Schedule-III of the Act, unless stated otherwise.

2.3 Use of Estimates and Judgements

The preparation of Financial Statements in conformity with the Generally Accepted Accounting Principles requires the Management to make judgements, estimates and assumptions, that affect the application of the Accounting Policies and the reported amounts of Assets and Liabilities, Income and Expenses, the disclosures of Contingent Assets and Liabilities at the date of the Financial Statements and reported amounts of Revenues and Expenses during the year.

The Estimates and underlying assumptions are reviewed on an on-going basis. Revisions to the Accounting Estimates are recognised in the period in which the estimate is revised, and future periods affected.

In particular, following are the significant areas of estimation, uncertainty and critical judgements in applying Accounting Policies that have the most significant effect on the amounts recognised in Standalone Financial Statements:

a. Assessment of Useful Life of Property, Plant and Equipment and Intangible Asset
b. Recognition and estimation of Tax Expense including Deferred Tax
c. Fair Value Measurement
d. Recognition and Measurement of Provision and Contingency
e. Estimated impairment of Financial Assets and Non-Financial Assets
f. Measurement of Lease Liabilities and Right of Use Asset

2.4 Current and Non-Current Classification

The Company presents Assets and Liabilities in the Balance Sheet based on Current / Non-Current Classification. An Asset is treated as Current when it is:

- Expected to be realised or intended to be sold or consumed in the normal operating cycle;
- Held primarily for the purpose of Trading;
- Expected to be realised within twelve months after the Reporting Period; or
- Cash or Cash Equivalent unless restricted from being exchanged or used to settle a Liability for at least twelve months after the Reporting Period.

All other Assets are classified as Non-Current.

A Liability is Current when:

- It is expected to be settled in the normal operating cycle;
- It is held primarily for the purpose of Trading;
- It is due to be settled within twelve months after the Reporting Period; or
- There is no unconditional right to defer the settlement of the Liability for at least twelve months after the Reporting Period.

All other Liabilities are classified as Non-Current.

The Company has deemed its operating cycle as twelve months for the purpose of Current / Non-Current Classification.

2.5 Revenue Recognition

The Company recognises Revenue from Sale of goods when it satisfies a Performance Obligation in accordance with the provisions of contract with the customers measured at the amount of Transaction Price (Net of Variable Consideration) on the Price specified in the Contract with the customers allocated to that Performance Obligation. The Transaction Price of Goods sold and services rendered is Net of Variable Consideration. This is achieved when it no longer retains control over the goods sold, the amount of revenue can be measured reliably, it is probable that the economic benefits associated with the transaction will flow to the Company and the costs incurred or to be incurred in respect of the transaction can be measured reliably. Sale of goods is recognised net of Taxes collected on behalf of third parties.

Revenue from the Sale of goods is recognized when the control on the goods have been transferred to the Customer. The Performance Obligation in case of sale of product is satisfied at a point in time i.e., when the material is shipped to the customer or on delivery to the customer, as may be specified in the Contract.

<u>Interest</u>

Interest Income from a Financial Asset is recognised when it is probable that the economic benefits will flow to the Company and the amount of Income can be measured reliably. Interest Income is accrued on a time proportion basis, by reference to the Principal outstanding and the Effective Interest Rate ('EIR') applicable, which is the rate that exactly discounts estimated Future Cash Receipts through the expected life of the Financial Assets to that Asset's Net Carrying Amount on initial recognition.

Export Incentive

Export Incentives are recognised as per the Schemes specified in the Foreign Trade Policy, as amended from time to time, on accrual basis, in the year when right to receive as per terms of the Scheme is established and are accounted to the extent there in no uncertainty about its ultimate collection.

2.6 Property, Plant and Equipment

Property, Plant and Equipment are stated at Cost comprising of Purchase Price and any initial directly attributable cost of bringing the Asset to its working condition for its intended use, less Accumulated Depreciation and Impairment Loss, if any.

Depreciation is recognised under Written Down Value Method so as to write-off the Cost of Assets (other than Freehold Land and Properties under construction) less their Residual Values, over their useful lives. The Estimated Useful Lives, Residual Value and Depreciation Method are reviewed at the end of each Reporting Period, with the effect of any changes in estimate accounted for on a prospective basis.

Capital Work-In-Progress includes Cost of Property, Plant and Equipment under installation / under development as at the Balance Sheet date. The Company has adopted the Useful Life of the Asset, as specified in Schedule-II to the Act.

An item of Property, Plant and Equipment is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of the Asset. Any gain or loss rising on the disposal or retirement of an item of Property, Plant and Equipment is determined as the difference between the Net Disposal Proceeds and Carrying Amount of the Property, Plant and Equipment and is recognised in the Statement of Profit and Loss.

2.7 Intangible Assets

Intangible Assets are recognised when the Asset is identifiable, is within the control of the Company, it is probable that the future economic benefits that are attributable to the Asset will flow to the Company and Cost of the Asset can be reliably measured.

2.8 Inventory

Inventories consists of Raw Materials, Work-in-Progress, Finished Goods, Stores and Spares and Packing Materials. Inventories are valued at the lower of Cost or Net Realisable Value. Cost is determined on the Weighted Average basis.

Raw Materials, Stores and Spares and Packing Material: Cost of inventories is determined on the 'Weighted Average' basis and comprises expenditure incurred in the normal course of business for bringing such Inventories to their present location and condition and includes, wherever applicable, appropriate overheads.

Finished Goods and Work-In-Progress: Cost includes Cost of Direct Materials and Labour and a proportion of the Manufacturing Overheads based on the normal operating capacity on a Weighted Average basis. Cost of Finished Goods includes other costs incurred in bringing the Inventories to their present location and condition. Net Realisable Value is the Estimated Selling Price in the ordinary course of business, less estimated costs of completion and the estimated costs necessary to make the Sale.

2.9 Employee Benefits

All Employee Benefits payable wholly within twelve months of rendering the service are classified as Short-Term Employee Benefits. Benefits such as Salaries, Wages etc. and the expected cost of ex-gratia are recognised in the period in which the employee renders the related service. Liability is recognised for the amount expected to be paid when there is a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.

2.10 Investments

Investments which are readily realizable and intended to be held for not more than one year from the date on which such investments are made, are classified as Current Investments. All other investments are classified as Long-Term Investments. On initial recognition, all Investments are measured at Cost. The Cost comprises the Purchase Price and directly attributable acquisition charges such as Brokerage, Fees, and Duties.

Current Investments are carried at the lower of Cost and Fair Value determined on an individual basis. Long-Term Investments are carried at Cost. However, provision for diminution in value is made to recognize a decline other than temporary in the value of the Long-Term Investments.

On disposal of an Investment, the difference between its Carrying Amount and Net Disposal Proceeds is charged or credited to the Statement of Profit and Loss.

2.10 Taxation

Income Tax expense comprises of Current Tax and Deferred Tax. It is recognised in the Statement of Profit and Loss, except to the extent that it relates to items recognised directly in Equity or Other Comprehensive Income. In such cases, the Tax is also recognised directly in Equity or in Other Comprehensive Income.

Current Tax

Current Tax is the amount of Tax payable on the Taxable Income for the year, determined in accordance with the provisions of the Income Tax Act, 1961.

Deferred Tax

Deferred Tax is recognised on temporary differences between the Carrying Amounts of Assets and Liabilities in the Balance Sheet and their corresponding Tax bases. Deferred Tax Liabilities are generally recognised for all Taxable temporary differences. Deferred Tax Assets are generally recognised for all deductible temporary differences and unused Tax Losses being carried forward, to the extent that it is probable that Taxable Profits will be available in future against which those deductible temporary differences and Tax Losses can be utilised. Such Deferred Tax Assets and Liabilities are not recognised if the temporary difference arises from initial recognition (other than in a business combination) of Assets and Liabilities in a transaction that affects neither the Taxable Profit nor the Accounting Profit. In addition, Deferred Tax Liabilities are not recognised if the temporary difference arises from the initial recognition of goodwill.

The Carrying Amount of Deferred Tax Assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient Taxable profits will be available to allow all or part of the Asset to be recovered.

Deferred Tax Liabilities and Assets are measured at the Tax rates that are expected to apply in the period in which the Liability is settled or the Asset realised, based on Tax Rates (and Tax Laws) that have been enacted or substantively enacted by the end of the Reporting Period.

Presentation of Current and Deferred Tax

Current and Deferred Tax are recognized as income or an expense in the Statement of Profit and Loss, except when they relate to items that are recognized in Other Comprehensive Income, in which case, the Current and Deferred Tax Income / Expense are recognized in Other Comprehensive Income.

The Company offsets Current Tax Assets and Current Tax Liabilities, where it has a legally enforceable right to set off the recognized amounts and where it intends either to settle on a Net basis, or to realize the Asset and settle the Liability simultaneously. In case of Deferred Tax Assets and Deferred Tax Liabilities, the same are offset if the Company has a legally enforceable right to set off corresponding Current Tax Assets against Current Tax Liabilities and the Deferred Tax Assets and Deferred Tax Liabilities relate to Income Taxes levied by the Tax Authority on the Company.

2.11 Minimum Alternate Tax (MAT)

MAT Credit is recognised as an Asset only when and to the extent that is more likely than not that they will be recovered and that the Company will pay Income Tax, as per the normal rates, during

the specified period i.e. the period for which MAT Credit is allowed to be carried forward. In the year in which the MAT Credit becomes eligible to be recognised as an Asset in accordance with the recommendations contained in the Guidance Note issued by the Institute of Chartered Accountants of India, the said Asset is created by way of a Credit to the Statement of Profit and Loss and shown as MAT Credit Entitlement. The Company reviews the same at each Balance Sheet date and writes down the Carrying Amount of MAT Credit Entitlement to the extent there is no longer convincing evidence to the effect that the Company will pay normal Income Tax during the specified period.

2.12 Provisions, Contingent Liabilities and Contingent Assets

Provisions are recognised when the Company has a Present Obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. The Expense relating to a Provision is presented in the Statement of Profit or Loss net of any Reimbursement. If the effect of the time value of money is material, Provisions are discounted using a current Pre-Tax rate that reflects, when appropriate, the risks specific to the Liability.

A Contingent Liability is disclosed when:

(a) A Possible Obligation that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company; or

(b) A Present Obligation that arises from past events but is not recognised because:

(i) it is not probable that an outflow of resources embodying economic benefits will be required to settle the Obligation; or

(ii) the amount of the Obligation cannot be measured with sufficient reliability.

Contingent Asset is a possible Asset that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company.

Contingent Liabilities and Assets are not recognised in Financial Statements but are disclosed in the Notes when it is virtually certain that economic benefits will inflow to the Company.

2.13 Foreign Currency Transactions and Translations

Transactions in Foreign Currency are translated to the Functional Currency i.e., Indian Rupee (INR) at Exchange Rates prevailing at the date of Transactions. Exchange differences arising on Foreign Exchange Transactions settled during the year are recognised in the Statement of Profit and Loss of the year. Monetary Assets and Liabilities denominated in Foreign Currencies which are outstanding, as at the Reporting Date are translated at the Closing Exchange Rates and the resultant exchange differences are recognised in the Statement of Profit and Loss.

2.14 Impairment

Non-Financial Assets

Non-Financial Assets are evaluated for recoverability whenever events or changes in circumstances indicate that their Carrying Amounts may not be recoverable. For the purpose of Impairment testing, the Recoverable Amount (i.e., the higher of the Fair Value less Cost of Disposal and its Value-in-Use) is determined on an individual basis unless the Asset does not generate Cash Flows that are largely independent of those from other Assets. In such cases, the Recoverable Amount is determined for the Cash Generating Unit to which the Asset belongs.

If such assets are considered to be impaired, the Impairment to be recognised in the Statement of Profit and Loss is measured by the amount by which the Carrying Value of the Asset exceeds the estimated Recoverable Amount of the Asset. An Impairment Loss is reversed in the Statement of Profit and Loss, if there has been a change in the estimates, used to determine the Recoverable Amount. The Carrying Amount of the Asset is increased to its revised Recoverable Amount, provided that this amount does not exceed the Carrying Amount that would have been determined (Net of any Accumulated Amortisation or Depreciation) had no impairment loss been recognised for the Asset in prior years.

Financial Assets

The Company recognises loss allowances, if any, using the Expected Credit Loss (ECL) Model for the Financial Assets which are not fair valued. Loss Allowance for Trade Receivables with no significant financing component is measured at an amount equal to lifetime ECL. For all other Financial Assets, ECL is measured at an amount equal to the 12-month ECL, unless there has been a significant increase in Credit Risk from initial recognition, in which case, those are measured at Lifetime ECL. The amount of expected credit losses (or reversal) that is required to adjust the loss allowance at the Reporting Date to the amount that is required to be recognised, is recognised as an Impairment Gain or Loss in the Statement of Profit and Loss.

2.15 Borrowing Costs

Borrowing Costs include Interest Expense calculated using the Effective Interest Rate (EIR) Method, other costs incurred in connection with Borrowing of Funds and Exchange differences to the extent regarded as an adjustment to the Interest Costs. Borrowing Costs that are directly attributable to the acquisition, construction or production of a Qualifying Asset (Net of Income earned on temporary deployment of Funds) are added to the cost of those Assets, until such time as the Assets are substantially ready for their intended use or Sale. All other Borrowing Costs are recognised as an Expense in the period in which they are incurred.

A Qualifying Asset is an Asset that necessarily takes a substantial period of time to get ready for its intended use or Sale.

2.16 Earnings Per Share

Basic Earnings Per Equity Share is computed by dividing the Net Profit attributable to the Equity Shareholders of the Company by the Weighted Average Number of Equity Shares outstanding during the period. Diluted Earnings Per Equity Share is computed by dividing the Net Profit attributable to the Equity Shareholders of the Company by the Weighted Average Number of Equity Shares considered for deriving Basic Earnings Per Equity Share and also the Weighted Average Number of Equity Shares that could have been issued upon conversion of all Dilutive Potential Equity Shares. Dilutive Potential Equity Shares are deemed converted as of the beginning of the period, unless issued at a later date. Dilutive Potential Equity Shares are determined independently for each period presented.

2.17 Cash and Cash Equivalents

The Company considers all highly liquid Financial Instruments, which are readily convertible into known amounts of Cash, that are subject to an insignificant risk of change in value with a maturity within three months or less from the date of purchase, to be Cash Equivalents. Cash and Cash Equivalents consist of balances with Banks, which are unrestricted for withdrawal and usage.

2.18 Financial Assets

The Company classifies Financial Assets as subsequently measured at Amortised Cost, Fair Value through Other Comprehensive Income or Fair Value through Profit or Loss on the basis of its business model for managing the Financial Assets and the Contractual Cash Flow characteristics of the Financial Asset.

Initial Recognition and Measurement

All Financial Assets are recognised initially at Fair Value plus, in the case of Financial Assets not recognised at Fair Value through Profit or Loss, Transaction Costs that are attributable to the acquisition of the Financial Asset. Trade Receivables that do not contain a significant financial component measured at Transaction Price. Subsequent measurement of Financial Assets are dependent on initial categorisation. For Impairment purposes, significant Financial Assets are tested on an individual basis and other Financial Assets are assessed collectively in groups that share similar credit risk characteristics.

Classification of Financial Assets

(i) Financial Assets measured at Amortised Cost: Financial Assets are measured at Amortised Cost, when Asset is held within a business model, whose objective is to hold Assets for collecting the contractual Cash Flows and contractual terms of the Asset give rise, on specified dates, to Cash Flows that are solely payments of Principal and Interest. Such Financial Assets are subsequently measured

at the Amortised Cost using the EIR Method. The losses arising from Impairment are recognised in the Statement of Profit and Loss.

(ii) Financial Assets at Fair Value through Other Comprehensive Income: Financial Assets under this Category are measured initially as well as at each Reporting Date at Fair Value. Fair Value movements are recognised in the Other Comprehensive Income.

(iii) Financial Assets at Fair Value through Profit or Loss: A Financial Asset which is not classified in any of the above categories is subsequently Fair Valued through Profit or Loss. Financial Assets under this Category are measured initially as well as at each Reporting Date at Fair Value with all changes recognised in the Statement of Profit or Loss.

Derecognition of Financial Assets

A Financial Asset is primarily de-recognised when the rights to receive Cash Flows from the Asset have expired or the Company has transferred its Rights to receive Cash Flows from the Asset.

2.19 Financial Liabilities

Financial Liabilities are subsequently carried at Amortized Cost using the Effective Interest Rate Method. For Trade and Other Payables maturing within one year from the Balance Sheet Date, the Carrying Amounts approximate Fair Value due to the short maturity of these instruments.

Equity Instrument: An Equity Instrument is any contract that evidences a residual interest in the Assets of the Company after deducting all of its Liabilities. Equity Instruments are recorded at the proceeds received, net of direct issue costs.

Fair Value Hierarchy: The Fair Value of Financial Instruments are classifiable into three categories based on the inputs used in valuation technique. The three categories are as follows:

Level-1: Quoted Prices for identical instruments in an Active Market

Level-2: Directly or indirectly observable Market Inputs, other than Level-1 Inputs and

Level-3: Inputs which are not based on observable Market Data.

2.20 Segment Reporting

Operating Segments are reported in a manner consistent with the internal reporting provided to the Senior Management. The Company considers processing of the alloy wheels as its single segment in which the Company operates. The Company has also dealt in some other products, but their volume is nominal hence no reportable segments are there.

In terms of our attached report of even date

For Precision Metaliks Limited

For PPKG & Co
Chartered Accountants
FRN: 009655S

Sd/-
Girdhari Lal Toshniwal
Partner

Membership No. 205140
UDIN: 23205140BGUNHV3380

Date: May 29, 2023
Place: Visakhapatnam

Sd/-
Jayanthi Roja Ramani
Director
(DIN: 05334095)

Sd/-
Rakesh Kumar
Company Secretary

Sd/-
S Venkata Raman Rao
Director
(DIN: 09302647)

Sd/-
BVV Prakash Rao
Chief Financial Officer

Note No. 1: Share Capital

(Rs. in Lakhs)

Particulars	As on 31-Mar-2023	As on 31-Mar-2022
a. Equity Share Capital		
Authorised 1,65,00,000 Equity Shares of Rs.10/-each	1,650.00	1,650.00
Issued, Subscribed and Paid-up		
1,62,59,066 Equity Shares of Rs.10/- each fully Paid-up Less: Calls in Arrear	1,625.91	1,625.91
Total Equity Share Capital	**1,625.91**	**1,625.91**
b. Reconciliation of the Number of Shares Outstanding at the beginning and at the end of the Reporting Period:	**Number of Shares**	**Number of Shares**
Equity Shares of Rs.10/- each, Fully Paid-up: At the beginning of the year	1,62,59,066	12,61,990
Issued during the year	-	43,00,000
Premium Shares allotted during the year At the end of the year	-	1,06,97,076
At the end of the year	**1,62,59,066**	**1,62,59,066**

Details of Shareholders holding more than 5% Shares of the Company: (Refer Note below)

Name of the Shareholder	As on March 31, 2023		As on March 31, 2022	
	Number of Shares	% of Shareholding	Number of Shares	% of Shareholding
Abhishek Business Private Limited	79,02,800	48.61	79,02,800	48.61
Jayanthi Roja Ramani	16,28,000	10.01	16,28,000	10.01
Gayathri Automobiles Pvt Ltd	14,28,560	8.79	14,28,560	8.79
Silver MetalX INC	9,87,706	6.07	9,87,706	6.07

Note No. 2: Reserves and Surplus

(Rs. in Lakhs)

Particulars	As on 31-Mar-2023	As on 31-Mar-2022
Other Equity		
a) Share Premium		
As at the commencement of the year	1,829.27	1,135.98
Add: Additions during the year	-	1,763.00
Less: Utilised during the year (Adjusted Premium Shares)	-	(1,069.71)
	1,829.27	**1,829.27**
b) Capital Reserves		
As at the commencement of the year	-	-
Add: Additions during the year	-	-
Less: Utilised during the year	-	-
c) Surplus:		
Opening Balance	620.01	274.03
Add: Total Comprehensive Income during the year	710.43	345.98
Less: Premium Shares / (Forfeiture of Premium Shares)	-	-
	1,330.43	620.01
Total Reserves and Surplus	**3,159.70**	**2,449.28**

Note No. 3: Deferred Tax Liabilities

(Rs. in Lakhs)

Particulars	As on 31-Mar-2023	As on 31-Mar-2022
Deferred Tax Liabilities	0.51	0.89
Total Deferred Tax Liabilities	**0.51**	**0.89**

Note No. 4: Short-Term Borrowings

(Rs. in Lakhs)

Particulars	As on 31-Mar-2023	As on 31-Mar-2022
Secured		
Working Capital	445.32	-
Total Short-Term Borrowings	**445.32**	**-**

Note No. 5: Trade Payables

(Rs. in Lakhs)

Particulars	As on 31-Mar-2023	As on 31-Mar-2022
Trade Payables		
- Dues to MSME Units	-	-
- Creditors Due other than MSME Units	5,497.34	63.72
Total Trade Payables	**5,497.34**	**2,449.28**

Note No. 6: Other Current Liabilities

(Rs. in Lakhs)

Particulars	As on 31-Mar-2023	As on 31-Mar-2022
(a) Current Maturities of Long-Term Debts	-	-
(b) Interest Accrued but not due on Borrowings	-	-
(c) Income Received in Advance	-	211.78
(d) Un-paid Dividend	-	-
(e) Other Payables	7.47	19.03
(f) Others	119.92	81.44
Total Other Current Liabilities	**127.39**	**312.25**

Note No. 7: Short-Term Provisions

(Rs. in Lakhs)

Particulars	As on 31-Mar-2023	As on 31-Mar-2022
Tax Provision	160.21	63.30
Others	56.81	64.38
Total Short-Term Provisions	**217.02**	**127.68**

S No	Particulars	Gross Block						Rate of Depreciation	Depreciation/Amortization					Net Block as on 31.03.2023	Net Block as on 31.03.2022
		As on 01.04.2022	Additions during the Year	Additions through Business Acquisitions	Capitalised during the Year	Sale / Deletions during the Year	As on 31.03.2023		Depreciation as on 01.04.2022	Depreciation for the year 2022-2023	Depreciation on Additions	Adjustment Depreciation	Total Depreciation as on 31.03.2023		
1	Building	14.95	3.38			-	18.34	9.50%	2.79	1.16	0.09	-	4.03	14.30	12.17
2	Furniture	4.25	5.56				9.81	31.23%	3.53	0.22	0.47	-	4.23	5.59	0.72
3	Plant and Machinery	63.13	4.74				67.87	18.10%	23.83	7.11	0.24	-	31.18	36.70	39.31
	Total	**82.34**	**13.68**	**-**	**-**	**-**	**96.02**		**30.15**	**8.50**	**0.79**	**-**	**39.44**	**56.59**	**52.19**
	Capital Work-In-Progress													1.92	
	Total													**58.51**	

Note No. 9: Non-Current Investments

(Rs. in Lakhs)

Particulars	As on 31-Mar-2023	As on 31-Mar-2022
Investments in Equity Instruments Trade, Quoted		
1,62,105 (31/03/2022: 1,62,105) Investment of Rs.10/- each Fully Paid-up Equity Shares in Sunrise Meadows	234.50	234.50
40,200 (31/03/2021: 40,200) Investment of Rs.10/- each Fully Paid-up Equity Shares in Karvy Investments	4.02	4.02
Total Non-Current Investments	**238.52**	**238.52**

Note No. 10: Inventories

(Rs. in Lakhs)

Particulars	As on 31-Mar-2023	As on 31-Mar-2022
Inventories:		
a) Raw Materials	-	-
b) Work-In-Progress	-	-
c) Finished Goods	47.25	718.92
Total Inventories	**47.25**	**718.92**

Note No. 11: Trade Receivables

(Rs. in Lakhs)

Particulars	As on 31-Mar-2023	As on 31-Mar-2022
Trade Receivables		
Secured, Considered Good		
Unsecured, Considered Good		
Less than Six Months	9,298.92	2,168.39
More than Six Months		
Doubtful		
Other Receivables:		
Secured, Considered Good		
Unsecured, Considered Good		
Doubtful		
Total Trade Receivable (Gross)	9,298.92	2,168.39
Less: Provision for Bad and Doubtful Debts	-	-
Total Trade Receivables (Net)	**9,298.92**	**2,168.39**

Note No. 12: Cash and Cash Equivalents

(Rs. in Lakhs)

Particulars	As on 31-Mar-2023	As on 31-Mar-2022
Cash and Cash Equivalents		
Balances with Banks:		
a. On Current Accounts	1.68	9.04
b. On Deposit Accounts	950.00	1,050.00
Cash-in-hand	0.04	1.00
Total Cash and Cash Equivalents	**951.72**	**1,060.05**

Note No. 13: Short Term Loans and Advances

(Rs. in Lakhs)

Particulars	As on 31-Mar-2023	As on 31-Mar-2022
Short Term Loans and Advances:		
(a) Security Deposit		
Secured	34.50	56.50
Unsecured		
(Security Deposit consist of Sales Tax Deposit, Electricity Deposit, Rent Deposit, Tender Deposit and Deposit with Suppliers)		
(b) Other Short-Term Loans and Advances		
(Advance Recoverable in Cash or Kind)		
Secured		
Unsecured	12.63	151.87
Total Short-Term Loans and Advances	**47.12**	**208.37**

Note No. 14: Other Current Assets

(Rs. in Lakhs)

Particulars	As on 31-Mar-2023	As on 31-Mar-2022
Other Current Assets	431.13	133.29
Total Other Current Assets	**431.13**	**133.29**

Note No. 15: Revenue from Operations

(Rs. in Lakhs)

Particulars	As on 31-Mar-2023	As on 31-Mar-2022
Revenue from Operations		
(a) Sale of Products	18,520.15	12,399.11
(b) Sale of Aluminium Ingots	342.73	160.56
Total Revenue from Operations	**18,862.88**	**12,559.67**

Note No. 16: Other Income

(Rs. in Lakhs)

Particulars	As on 31-Mar-2023	As on 31-Mar-2022
(a) Interest Income	42.97	7.06
(b) Other Non-Operating Income	-	-
(Net of Expenses directly attributed to such Income)		
Total Other Income	**42.97**	**7.06**

Note No. 17: Cost of Materials Consumed

(Rs. in Lakhs)

Particulars	As on 31-Mar-2023	As on 31-Mar-2022
Raw Materials		
Opening	-	330.00
Add: Purchases	15,839.88	7,110.40
Add: Manufacturing Costs		
Power and Fuel	203.09	836.07
Other Manufacturing Costs	267.80	1,115.84
Less: Closing	-	-
Total Cost of Materials Consumed	**16,310.77**	**9,392.31**

Note No. 18: Purchases of Stock-in-Trade

(Rs. in Lakhs)

Particulars	As on 31-Mar-2023	As on 31-Mar-2022
Purchases during the year	510.70	1,295.82
Purchase Returns during the year	-	-
Total Purchases	**510.70**	**1,295.82**

Note No. 19: Change in Inventories of Finished Goods and Work-In-Progress

(Rs. in Lakhs)

Particulars	As on 31-Mar-2023	As on 31-Mar-2022
Finished Goods		
At the beginning of the year	718.92	1,226.25
Less: At the end of the year	47.25	718.92
Sub-Total (A)	**671.67**	**507.33**
Work-In-Progress		
At the beginning of the year	-	-

Particulars	As on 31-Mar-2023	As on 31-Mar-2022
Less: At the end of the year	-	-
Sub-Total (B)	-	-
Raw Materials		
At the beginning of the year	-	-
Less: At the end of the year	-	-
Sub-Total (C)	-	-
(Increase) / Decrease in Inventories (A+B+C)	**671.67**	**507.33**

Note No. 20: Employee Benefit Expenses

(Rs. in Lakhs)

Particulars	As on 31-Mar-2023	As on 31-Mar-2022
(a) Salaries and Wages	247.85	331.17
(b) Contribution to Provident and Other Funds	-	-
(c) Staff Welfare Expenses	0.48	0.23
Total Employee Benefit Expenses	**248.33**	**331.39**

Note No. 21: Finance Cost

(Rs. in Lakhs)

Particulars	As at 31-Mar-2023	As at 31-Mar-2022
(a) Interest Expenses :		
- Interest on Working Capital	43.57	-
(b) Bank Charges	4.51	1.67
(c) LC Processing Charges	1.30	
(d) Applicable Net Gain / Loss on Foreign Currency Translations and Transactions	-	-
Total Finance Cost	**49.38**	**1.67**

Note No. 22: Other Expenses

(Rs. in Lakhs)

Particulars	As on 31-Mar-2023	As on 31-Mar-2022
Administrative and General Expenses		
- Telephone and Postage	0.17	0.06
- Printing and Stationary	0.41	0.47
- Rent, Rates and Taxes	78.62	77.93
- Auditors Remuneration	0.75	1.50
- Repairs and Maintenance Expenses	6.58	1.21

Particulars	As on 31-Mar-2023	As on 31-Mar-2022
- Electricity Expenses	0.38	0.36
- Travelling and Conveyance	4.09	0.13
- Legal and Professional Charges	9.92	25.57
- Insurance Expenses	0.71	0.70
- Information Technology Expenses	2.22	1.11
- Sitting Fees	2.50	0.58
- Registration and Filing Fees	2.16	13.94
- Other Administrative and General Expenses	261.22	477.02
Selling and Distribution Expenses		
- Other Selling and Distribution Expenses	0.10	-
Total Other Expenses	**369.81**	**600.61**

Note No. 23: Tax Expenses

(Rs. in Lakhs)

Particulars	As on 31-Mar-2023	As on 31-Mar-2022
Current Tax	25.87	81.02
Deferred Tax	(0.38)	0.30
Adjustment for previous year Tax	-	-
Income Tax Paid for earlier years	-	-
Total Tax Expenses	**25.49**	**81.33**

Notes

1. The Provision for Income Tax has been made based on the computation as per the Provisions of the Income Tax Act, 1961.
2. Provision for Gratuity is made at the time of payment.
3. Previous year figures have been re-grouped / re-arranged wherever necessary.
4. Particulars of Employees

S No	Particulars	Amount
a	Employees who are in receipt of remuneration of Rs.60,00,000/- or more per annum or Employees who are in receipt of remuneration of Rs.5,00,000/- or more per month; employed throughout the year	Nil
b	Employees who are in receipt of remuneration of Rs.60,00,000/- or more per annum or Employees who are in receipt of remuneration of Rs.5,00,000/- or more per month; employed for part of the year	Nil

5. **Managerial Remuneration:**

Name	Designation	Current Year	Previous Year
Sevvana Venkata Raman Rao	Whole-Time Director & CEO	Nil	Nil

6. **Earnings Per Share:**

S No	Particulars	Current Year	Previous Year
1	Net Profit or (Loss) as per Profit and Loss account available for Equity Shareholders (Rs. in Lakhs)	710.43	345.98
2	Weighted Average Number of Equity Shares for Basic Earnings Per Share	1,62,59,066	1,62,59,066
3	Basic and Diluted Earnings Per Share	4.37	2.13

7. **Particulars of Auditor's Remuneration are as follows:** **Amount (Rs)**

S No	Particulars	Current Year	Previous Year
1	Audit Fee	75,000	1,50,000
Total		**75,000**	**1,50,000**

8. **Deferred Tax has been provided in accordance with Accounting Standard 22 on 'Accounting for Taxes on Income' issued by the Institute of Chartered Accountants of India.**

Particulars	Current Year	Previous Year
Opening Deferred Tax Asset / (Liability)	89,186	58,847
Deferred Tax Liability on account of difference in Depreciation as per Income Tax Act, 1961 and as per Companies Act, 2013	-	-
Less/Add: Deferred Tax Assets	(38,462)	30,339
Closing Balance	50,724	89,186
Deferred Tax Liability / Assets	Liability	Liability

9. **Value of Imports: (CIF VALUE)**

Particulars	Amount (In Rupees)
Purchases (Imports) RM	76,62,387.14

10. **Expenditure and Earnings in Foreign Currency:**

Particulars	Amount (In USD $)
Expenditure in Foreign Currency	$ 99,600
Earnings in Foreign Currency	$ 2,79,135.21

The above expenditure is incurred towards import of materials and the Earnings received, is Advances against Orders.

11. **Remittances in Foreign Currency on account of Dividend: Nil**

12. Related Party Disclosures as per Accounting Standard 18 are as given below:

(Rs. in Lakhs)

Related Party	Relationship	Balance Outstanding as on 31.03.2023	
		Payable	Receivable
Sevvana Venkat Raman Rao	Whole-Time Director & CEO	2.00	Nil
BVV Prakash Rao	Chief Financial Officer	2.34	Nil
Rakesh Kumar	Company Secretary	1.75	Nil

13. In respect of the above parties, there is no provision for Doubtful Debts as on March 31, 2023 and no amount has been written off or written back during the year in respect of Debts due from/to them.

14. Contingent Liabilities: Nil

15. Fair Value Measurements

Fair Value of Financial Assets and Liabilities are measured at Amortised Cost. Trade Receivables, Cash and Cash Equivalents, Bank Balances, Loans and other Financial Assets are measured at Carrying Values that approximate Fair Value. Borrowings, Trade Payables and other Financial Liabilities are measured at Carrying Values that approximates the Fair Value. If measured at Fair Value in the Financial Statements, these Financial Instruments would be classified as Level-Three in the Fair Value Hierarchy.

16. Financial Risk Management

The Company's activities expose it to Market Risk (including Currency Risk, Interest Rates, and other Price Risk), Credit Risk and Liquidity Risk. The Company seeks to minimise the effects of these risks by taking various measures. The Company does not enter into or trade Financial Instruments, including Derivative Financial Instruments, for speculative purposes.

(a) Market Risk

The Company's activities expose it primarily to the Financial Risks of changes in Foreign Currency Exchange Rates and Interest Rates. The Company manages such risks primarily through natural hedge.

(b) Foreign Currency Risk Management

The Company undertakes Transactions denominated in Foreign Currencies, resulting in exposure to Exchange Rate Fluctuations. The Foreign Currency Transactions primarily relate to Imports and Exports. Considering the volume of Imports and Exports, Exchange Rate Exposures are primarily managed through natural hedge.

(c) Interest Rate Risk Management

The Company's exposure to Interest Rate Risk is limited to the extent of Working Capital funding availed from the Bankers, which is at the Repo Linked Lending Rate subject to a periodic reset.

(d) Interest Rate Sensitivity Analysis

The Interest Rate Sensitivity Analysis is being done based on the assumption that the amount of Liability outstanding at the end of the period was outstanding for the whole financial year and all other variables remain constant.

(e) Other Price Risk

The Company's Investments in Equity Instruments are held for strategic purposes rather than for trading. As the purpose of all such investments are strategic rather than for trading, the Company does not recognise any impact of sensitivity in the Equity Prices.

(f) Credit Risk Management

The Credit Risk to the Company arises primarily from the customers defaulting on their Contractual Obligations, thus resulting in financial loss to the Company. As part of mitigation process to address

the risk, the Management evaluates the credentials of a customer before quoting for their Order. The Management evaluates the potential customers' credentials by considering various factors such as, their Financial Position, past experience in payments and other relevant factors. Advance Payments are obtained from Customers in banquets, as a means of mitigating the Risk of Financial Loss from defaults.

The Management makes provision on its Financial Assets, on every Reporting Period, as per the Expected Credit Loss Method. The percentage at which the provision is made, is determined on the basis of historical experience of such provisions, modified to the current and prospective business and customer profile.

(g) Liquidity Risk Management

The Liquidity requirements of the Company are met by the Internal Accruals and Working Capital Funding from the Banks. The Liquidity requirements for the Operations are met by allocating the Cash Flows from the customers.

In terms of our attached report of even date

For Precision Metaliks Limited

For PPKG & Co
Chartered Accountants
FRN: 009655S

Sd/-
Girdhari Lal Toshniwal
Partner

Membership No. 205140
UDIN: 23205140BGUNHV3380

Date: May 29, 2023
Place: Visakhapatnam

Sd/-
Jayanthi Roja Ramani
Director
(DIN: 05334095)

Sd/-
Rakesh Kumar
Company Secretary

Sd/-
S Venkata Raman Rao
Director
(DIN: 09302647)

Sd/-
BVV Prakash Rao
Chief Financial Officer

PRECISION METALIKS LIMITED

... ALUMINIUM REDEFINED++