

**INDEPENDENT AUDITOR'S REPORT**

To the Members of SMRC Automotive Products India Limited

**Report on the Audit of the Financial Statements****Opinion**

We have audited the accompanying financial statements of SMRC Automotive Products India Limited ("the Company"), which comprise the Balance sheet as at March 31 2024, the Statement of Profit and Loss, including the statement of Other Comprehensive Income, the Cash Flow Statement and the Statement of Changes in Equity for the year then ended, and notes to the financial statements, including a summary of material accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013, as amended ("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, 2024, its profit including other comprehensive income, its cash flows and the changes in equity for the year ended on that date.

**Basis for Opinion**

We conducted our audit of the financial statements in accordance with the Standards on Auditing (SAs), as specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the 'Auditor's Responsibilities for the Audit of the 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 financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

**Other Information**

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

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether such other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, 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.

**Responsibility of Management for the 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 financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India.



# **S.R. BATLIBOI & ASSOCIATES LLP**

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including the Indian Accounting Standards (Ind AS) specified under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, 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 the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

Those Board of Directors are also responsible for overseeing the Company's financial reporting process.

## **Auditor's Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with 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 financial statements.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.



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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.

## **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 Act, we give in the "Annexure 1" 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:
  - (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 account as required by law have been kept by the Company so far as it appears from our examination of those books except for the matters stated in the paragraph (i) below on reporting under Rule 11(g).
  - (c) The Balance Sheet, the Statement of Profit and Loss including the Statement of Other Comprehensive Income, the Cash Flow Statement and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account;
  - (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Companies (Indian Accounting Standards) Rules, 2015, as amended;
  - (e) On the basis of the written representations received from the directors as on March 31, 2024 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2024 from being appointed as a director in terms of Section 164 (2) of the Act;
  - (f) The modification relating to the maintenance of accounts and other matters connected therewith are as stated in paragraph (b) above on reporting under Section 143(3)(b) and paragraph (i)(vi) below on reporting under Rule 11(g)
  - (g) With respect to the adequacy of the internal financial controls with reference to these financial statements and the operating effectiveness of such controls, refer to our separate Report in "Annexure 2" to this report;
  - (h) In our opinion, the managerial remuneration for the year ended March 31, 2024 has been paid / provided by the Company to its directors in accordance with the provisions of section 197 read with Schedule V to the Act;
  - (i) 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, as amended in our opinion and to the best of our information and according to the explanations given to us:
    - i. The Company has disclosed the impact of pending litigations on its financial position in its standalone financial statements – Refer Note 35 to the standalone financial statements;



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- ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
- iv.
  - a) 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;
  - b) 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; and
  - c) Based on such audit procedures performed that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (a) and (b) contain any material misstatement.
- v. No dividend has been declared or paid during the year by the Company.
- vi. Based on our examination which included test checks, the Company has used three accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software except that, the audit trail feature of software used by the Company to maintain property, plant and equipment records was not enabled until December 26, 2023, as described in note 42 to the financial statements. Further, during the course of our audit we did not come across any instance of audit trail feature being tampered with in respect of the accounting software’s where audit trail has been enabled.

For **S.R. Batliboi & Associates LLP**

Chartered Accountants

ICAI Firm Registration Number: 101049W/E300004



per **Bharath N S**

Partner

Membership Number: 210934

UDIN: 24210934BKFUNA3996

Place of Signature: Chennai

Date: May 24, 2024



# S.R. BATLIBOI & ASSOCIATES LLP

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## ANNEXURE 1 REFERRED TO IN PARAGRAPH 1 OF THE SECTION "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) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.
- (B) The Company has maintained proper records showing full particulars of intangible assets.
- (b) All Property, Plant and Equipment have not been physically verified by the management during year but there is a regular programme of verification which, in our opinion, is reasonable having regard to the size of the Company and nature of assets. No material discrepancies were noticed on such verification.
- (c) The title deeds of immovable properties (other than properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee) disclosed in note 3(a) to the financial statements are held in the name of the Company except the leasehold land as indicated in the below mentioned cases as at March 31, 2024 for which title deeds was held in the name of the Reydel Automotive Products India Private Limited (the erstwhile name of the Company).

Description of Property	Gross carrying value (INR million)	Held in name of	Whether promoter, director or their relative or employee	Period held – indicate range, where appropriate	Reason for not being held in the name of Company
Leasehold Land	128.27	Reydel Automotive Products India Private Limited	The erstwhile name of the Company	FY 2015-2024	The Company is in the process of registering the title deed in the new name of the Company

- (d) The Company has not revalued any of its Property, Plant and Equipment (including right-of-use assets) or intangible assets during the year ended March 31, 2024.
- (e) There are no proceedings initiated or are pending against the Company for holding any benami property under the Prohibition of Benami Property Transactions Act, 1988 and rules made thereunder.
- (ii)
- (a) The inventory has been physically verified by the management during the year except for inventories lying with third parties. In our opinion, the frequency of verification by the management is reasonable and the coverage and procedure for such verification is appropriate. Inventories lying with third parties have been confirmed by them as at year end and



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discrepancies were not noticed in respect of such confirmations. No material discrepancies were noticed on such physical verification.

- (b) As disclosed in note 9 to the financial statements, the Company has been sanctioned/renewed working capital limits in excess of Rs. five crores in aggregate from banks and/or financial institutions during the year on the basis of security of current assets of the Company. Based on the records examined by us in the normal course of audit of the financial statements, the quarterly returns/statements filed by the Company with such banks and financial institutions are in agreement with the books of accounts of the Company.
- (iii)
- (a) During the year the Company has not provided loans, advances in the nature of loans, stood guarantee or provided security to companies, firms, Limited Liability Partnerships or any other parties. Accordingly, the requirement to report on clause 3(iii)(a),(b),(c),(d),(e) and (f) of the Order is not applicable to the Company.
- (iv) There are no loans, investments, guarantees, and security in respect of which provisions of sections 185 and 186 of the Companies Act, 2013 are applicable and accordingly, the requirement to report on clause 3(iv) of the Order is not applicable to the Company.
- (v) The Company has neither accepted any deposits from the public nor accepted any amounts which are deemed to be deposits within the meaning of sections 73 to 76 of the Companies Act and the rules made thereunder, to the extent applicable. Accordingly, the requirement to report on clause 3(v) of the Order is not applicable to the Company.
- (vi) The Central Government has not specified the maintenance of cost records under Section 148(1) of the Companies Act, 2013, for the products/services of the Company.
- (vii)
- (a) Undisputed statutory dues including goods and services tax, provident fund, employees' state insurance, income-tax, duty of custom, cess, professional and other statutory dues have generally been regularly deposited with the appropriate authorities though there has been slight delay in a few cases. According to the information and explanations given to us and based on audit procedures performed by us, no undisputed amounts payable in respect of these statutory dues were outstanding, at the year end, for a period of more than six months from the date they became payable.
- (b) The dues of goods and services tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of custom, duty of excise, value added tax, cess, and other statutory dues have not been deposited on account of any dispute, are as follows:

Name of the statute	Nature of dues	Amount Disputed (Rs. in million)	Paid under protest (Rs. in million)	Balance Payable (Rs. in million)	Period to which the amount relates	Forum where dispute is pending
Income tax Act, 1961	Income Tax	187.50	130.40	57.10	FY 2014-15	Commissioner of Income Tax (Appeals), Chennai
	Income Tax	11.58	2.31	9.27	FY 2015-16	
	Income Tax	1.74	-	1.74	FY 2017-18	
Maharashtra Stamp Act, 1958	Stamp Duty	31.57	-	31.57	FY 2014-15	Stamp Authority, Mumbai



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- (viii) The Company has not surrendered or disclosed any transaction, previously unrecorded in the books of account, in the tax assessments under the Income Tax Act, 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)
- (a) The Company did not have any outstanding loans or borrowings or interest thereon due to any lender during this year. Accordingly, the requirement to report on clause ix(a) of the Order is not applicable to the Company.
- (b) The Company has not been declared willful defaulter by any bank or financial institution or government or any government authority.
- (c) The Company did not have any term loans outstanding during the year hence, the requirement to report on clause (ix)(c) of the Order is not applicable to the Company.
- (d) The Company did not raise any funds during the year hence, the requirement to report on clause (ix)(d) of the Order is not applicable to the Company.
- (e) The Company does not have any subsidiary, associate or joint venture. Accordingly, the requirement to report on clause 3(ix)(e) of the Order is not applicable to the Company.
- (f) The Company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies. Hence, the requirement to report on clause (ix)(f) of the Order is not applicable to the Company.
- (x)
- (a) The Company has not raised any money during the year by way of initial public offer / further public offer (including debt instruments) hence, the requirement to report on clause 3(x)(a) of the Order is not applicable to the Company.
- (b) The Company has not made any preferential allotment or private placement of shares /fully or partially or optionally convertible debentures during the year under audit and hence, the requirement to report on clause 3(x)(b) of the Order is not applicable to the Company.
- (xi)
- (a) No fraud/ material fraud by the Company or no fraud / material fraud on the Company has been noticed or reported during the year.
- (b) During the year, no report under sub-section (12) of section 143 of the Companies Act, 2013 has been filed in Form ADT – 4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
- (c) As represented to us by the management, there are no whistle blower complaints received by the Company during the year.
- (xii) The Company is not a nidhi Company as per the provisions of the Companies Act, 2013. Therefore, the requirement to report on clause 3(xii)(a),(b) and (c) of the Order is not applicable to the Company.
- (xiii) Transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the notes to the Ind AS financial statements, as required by the applicable accounting standards.
- (xiv)
- (a) The Company has an internal audit system commensurate with the size and the 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) The Company has not entered into any non-cash transactions with its directors or persons connected with its directors and hence requirement to report on clause 3(xv) of the Order is not applicable to the Company.



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(xvi)

- (a) The provisions of section 45-IA of the Reserve Bank of India Act, 1934 (2 of 1934) are not applicable to the Company. Accordingly, the requirement to report on clause 3(xvi)(a) of the Order is not applicable to the Company.
- (b) The Company is not engaged in any Non-Banking Financial or Housing Finance activities. Accordingly, the requirement to report on clause 3(xvi)(b) of the order is not applicable to the company.
- (c) The Company is not a Core Investment Company as defined in the regulations made by Reserve Bank of India. Accordingly, the requirement to report on clause 3(xvi)(c) of the Order is not applicable to the Company.
- (d) There is no core investment company as a part of the Group, and hence, the requirement to report on clause 3(xvi)(d) of the Order is not applicable to the company.

(xvii) The Company has not incurred cash losses in the current financial year and the immediately preceding financial year.

(xviii) There has been no resignation of the statutory auditors during the year and accordingly requirement to report on Clause 3(xviii) of the Order is not applicable to the Company.

(xix) On the basis of the financial ratios disclosed in note 40 to the financial statements, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that Company is not 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 guarantee nor 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)

(a) In respect of other than ongoing projects, there are no unspent amounts that are required to be transferred to a fund specified in Schedule VII of the Companies Act (the Act), in compliance with second proviso to sub section 5 of section 135 of the Act. This matter has been disclosed in note 27A to the financial statements.

(b) All amounts that are unspent under section (5) of section 135 of Companies Act, pursuant to any ongoing project, has been transferred to special account in compliance of with provisions of sub section (6) of section 135 of the said Act. This matter has been disclosed in note 27A to the financial statements.

For **S.R. Batliboi & Associates LLP**

Chartered Accountants

ICAI Firm Registration Number: 101049W/E300004



**Per Bharath N S**

Partner

Membership Number: 210934

UDIN: 24210934BKFUNA3996

Place of Signature: Chennai

Date: May 24, 2024





**ANNEXURE 2 TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE FINANCIAL STATEMENTS OF SMRC AUTOMOTIVE PRODUCTS INDIA LIMITED**

**Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")**

We have audited the internal financial controls with reference to financial statements of SMRC Automotive Products India Limited ("the Company") as of March 31, 2024 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

**Management's Responsibility for Internal Financial Controls**

The Company's Management 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 stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting 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 its 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.

**Auditor's Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls with reference to these financial statements based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, as specified under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls, both issued by 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 with reference to these financial statements was 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 with reference to these financial statements and their operating effectiveness. Our audit of internal financial controls with reference to financial statements included obtaining an understanding of internal financial controls with reference to these financial statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, 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 audit opinion on the Company's internal financial controls with reference to these financial statements.



# **S.R. BATLIBOI & ASSOCIATES LLP**

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## **Meaning of Internal Financial Controls With Reference to these Financial Statements**

A company's internal financial controls with reference to financial statements 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 generally accepted accounting principles. A company's internal financial controls with reference to financial statements includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) 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 With Reference to Financial Statements**

Because of the inherent limitations of internal financial controls with reference to financial statements, 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 with reference to financial statements to future periods are subject to the risk that the internal financial control with reference to financial statements 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, the Company has, in all material respects, adequate internal financial controls with reference to financial statements and such internal financial controls with reference to financial statements were operating effectively as at March 31, 2024, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note issued by the ICAI.

For **S.R. Batliboi & Associates LLP**

Chartered Accountants

ICAI Firm Registration Number: 101049W/E300004



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per **Bharath N S**

Partner

Membership Number: 210934

UDIN: 24210934BKFUNA3996

Place of Signature: Chennai

Date: May 24, 2024



SMRC Automotive Products India Limited

Balance Sheet as at 31 March 2024

CIN: U34101MH2013FLC417942

(All amounts are in millions of Indian Rupees, unless otherwise stated)

	Notes	As at 31 March 2024	As at 31 March 2023
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	3(a)	1,361.89	1,455.05
Capital work-in-progress	3(b)	0.51	16.43
Intangible assets	3(c)	0.29	0.91
Right-of-use assets	4(a)	171.35	196.80
<b>Financial assets</b>			
Other financial assets	5(a)	86.33	79.69
Non-current tax assets	17	48.45	36.83
Deferred tax asset (net)	12	84.52	71.38
Other Non-current assets	6(a)	334.57	385.34
<b>Total non-current assets</b>		<b>2,087.91</b>	<b>2,242.42</b>
<b>Current assets</b>			
Inventories	7	173.51	158.01
Contract assets	18	534.13	417.30
<b>Financial assets</b>			
(i) Trade receivables	8	1,099.02	1,034.06
(ii) Cash and cash equivalent	9	568.52	265.74
(iii) Other bank balances	9(a)	334.57	199.00
(iv) Other financial assets	5(b)	268.27	235.18
Other Current assets	6(b)	318.81	176.31
<b>Total current assets</b>		<b>3,296.83</b>	<b>2,485.60</b>
<b>Total assets</b>		<b>5,384.74</b>	<b>4,728.02</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Equity share capital	10	1,166.16	1,166.16
Other equity	11	978.32	856.58
<b>Total equity</b>		<b>2,144.48</b>	<b>2,022.74</b>
<b>Non-current liabilities</b>			
<b>Financial liabilities</b>			
Lease liabilities	33	114.31	149.95
Employee benefit obligations	15B	16.75	12.33
<b>Total Non-current liabilities</b>		<b>131.06</b>	<b>162.28</b>
<b>Current liabilities</b>			
Contract liabilities	18A	598.31	321.79
<b>Financial liabilities</b>			
(i) Lease liabilities	33	86.45	80.48
(ii) Trade payables	13		
Total outstanding dues of micro enterprises and small enterprises		90.83	75.33
Total outstanding dues of creditors other than micro enterprises and small enterprises		1,838.74	1,600.40
(iii) Other payables	14	303.48	244.94
Employee benefit obligations	15A	81.85	113.78
Other Current liabilities	16	53.85	50.59
Current tax liabilities	17	55.69	55.69
<b>Total current liabilities</b>		<b>3,109.20</b>	<b>2,543.00</b>
<b>Total equity and liabilities</b>		<b>5,384.74</b>	<b>4,728.02</b>

The accompanying notes are integral part of the financial statements

As per our report of even date

For S. R. Batliboi & Associates LLP

Chartered Accountants

ICAI Firm Registration number: 101049W/E300004

per Bharath N S

Partner

Membership No.: 210934

Place: Chennai

Date: 24th May, 2024



For and on behalf of the Board of Directors of

SMRC Automotive Products India Limited

CIN: U34101MH2013FLC417942

Ajay Bahl

Director

DIN : 00946201

Place: Chennai

Date: 24th May, 2024

Amit Bhakri

Director

DIN : 08230325

Place: Chennai

Date: 24th May, 2024

HariKrishna K S

Chief Financial officer

Place: Chennai

Date: 24th May, 2024

Vishwas Jain

Company Secretary

ACS: F11741

Place: Chennai

Date: 24th May, 2024



SMRC Automotive Products India Limited  
Statement of profit and loss for the year ended 31 March 2024  
CIN: U34101MH2013FLC417942  
(All amounts are in millions of Indian Rupees, unless otherwise stated)

Particulars	Notes	Year Ended 31 March 2024	Year Ended 31 March 2023
<b>Income</b>			
Revenue from contract with customers	18	6,271.66	6,055.38
Other income	19	54.66	68.46
Finance income	20	35.04	13.73
<b>Total income</b>		<b>6,361.36</b>	<b>6,137.57</b>
<b>Expenses</b>			
Cost of raw-material and components consumed	21	3,396.79	3,159.12
Cost of tools sold	22	639.55	293.40
(Increase)/ decrease in inventories of finished goods and work-in-progress	23	(33.30)	(9.27)
Employee benefits expense	24	555.35	747.62
Finance costs	25	21.69	47.98
Depreciation and amortisation expense	4(b)	361.76	455.03
Other expenses	27	1,245.70	1,230.89
<b>Total expenses</b>		<b>6,187.54</b>	<b>5,924.77</b>
<b>Profit / (Loss) before tax</b>		<b>173.82</b>	<b>212.80</b>
- Current tax	28	56.10	134.10
- Deferred tax	28	(10.87)	(82.90)
<b>Income tax expense</b>		<b>45.23</b>	<b>51.20</b>
<b>Profit / (Loss) for the year</b>		<b>128.59</b>	<b>161.60</b>
<b>Other comprehensive income/(loss):</b>			
<b>Other comprehensive income/(loss) not to be reclassified to profit or loss in subsequent periods:</b>			
Re-measurement loss on defined benefit plan	26	(9.13)	(0.08)
Income tax effect		2.28	(2.83)
<b>Other comprehensive loss, net of tax (II)</b>		<b>(6.85)</b>	<b>(2.91)</b>
<b>Total comprehensive loss, net of tax (I + II)</b>		<b>121.74</b>	<b>158.69</b>
<b>Earnings per share of Rs. 10 each (in Rs.)</b>			
Basic (₹ 10 per share), computed on the basis of profit for the year	29	1.10	1.39
Diluted (₹ 10 per share), computed on the basis of profit for the year		1.10	1.39

The accompanying notes are integral part of the financial statements

As per our report of even date

For S. R. Batliboi & Associates LLP  
Chartered Accountants

ICAI Firm Registration number: 101049W/E300004

per Bharath N S  
Partner  
Membership No.: 210934  
Place: Chennai  
Date: 24th May, 2024



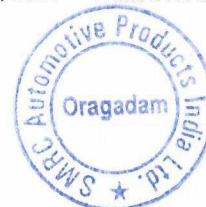
For and on behalf of the Board of Directors of  
SMRC Automotive Products India Limited  
CIN: U34101MH2013FLC417942

Ajay Bahl  
Director  
DIN : 00946201  
Place: Chennai  
Date: 24th May, 2024

Amit Bhakri  
Director  
DIN : 08230325  
Place: Chennai  
Date: 24th May, 2024

HariKrishna K S  
Chief Financial officer  
Place: Chennai  
Date: 24th May, 2024

Vishwas Jain  
Company Secretary  
ACS: F11741  
Place: Chennai  
Date: 24th May, 2024



**SMRC Automotive Products India Limited**  
**Statement of changes in equity for the year ended 31 March 2024**  
**CIN: U34101MH2013FLC417942**  
*(All amounts are in millions of Indian Rupees, unless otherwise stated)*

**a. Equity share capital:**

Equity shares of Rs. 10/- each issued, subscribed and fully paid

At 31 March 2022  
 At 31 March 2023  
 At 31 March 2024

	Number of shares	Amount
At 31 March 2022	116,616,312	1,166.16
At 31 March 2023	116,616,312	1,166.16
At 31 March 2024	<b>116,616,312</b>	<b>1,166.16</b>

**b. Other equity**

Particulars	Reserves and Surplus		Item of OCI	Total
	Securities Premium (Note 11)	Retained Earnings	Re-measurement gain / (loss) on defined benefit obligation	
<b>As at 01 April 2022</b>	<b>35.50</b>	<b>672.28</b>	<b>(9.89)</b>	<b>697.89</b>
Profit for the period	-	161.60	-	161.60
Other comprehensive gain / (loss)	-	-	(2.91)	(2.91)
<b>As at 31 March 2023</b>	<b>35.50</b>	<b>833.88</b>	<b>(12.80)</b>	<b>856.58</b>
<b>As at 01 April 2023</b>	<b>35.50</b>	<b>833.88</b>	<b>(12.80)</b>	<b>856.58</b>
Profit for the period	-	128.59	-	128.59
Other comprehensive loss	-	-	(6.85)	(6.85)
<b>As at 31 March 2024</b>	<b>35.50</b>	<b>962.47</b>	<b>(19.65)</b>	<b>978.32</b>

The accompanying notes are integral part of the financial statements

As per our report of even date

**For S. R. Batliboi & Associates LLP**  
**Chartered Accountants**

ICAI Firm Registration number: 101049W/E300004

**For and on behalf of the Board of Directors of**  
**SMRC Automotive Products India Limited**  
 CIN: U34101MH2013FLC417942



**per Bharath N S**  
 Partner  
 Membership No.: 210934  
 Place: Chennai  
 Date: 24th May, 2024

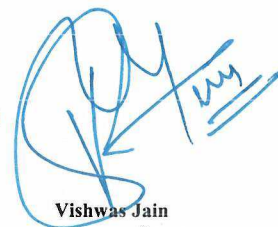
**Ajay Bahl**  
 Director  
 DIN : 00946201  
 Place: Chennai  
 Date: 24th May, 2024



**Amit Bhakri**  
 Director  
 DIN : 08230325  
 Place: Chennai  
 Date: 24th May, 2024



**Hari Krishna K S**  
 Chief Financial officer  
 Place: Chennai  
 Date: 24th May, 2024



**Vishwas Jain**  
 Company Secretary  
 ACS: **F11741**  
 Place: Chennai  
 Date: 24th May, 2024



SMRC Automotive Products India Limited  
Cash flow statement for the year ended 31 March 2024  
CIN: U34101MH2013FLC417942

(All amounts are in millions of Indian Rupees, unless otherwise stated)

Particulars	Year Ended 31 March 2024	Year Ended 31 March 2023
<b>A. Cash flow from / (used in) operating activities:</b>		
Profit before tax	173.82	212.80
Adjustments to reconcile profit before tax to net cash flows:		
Depreciation and amortisation expense	361.76	455.03
Loss / (gain) on disposal of property, plant and equipment	0.29	(0.26)
Finance income	(35.04)	(13.73)
Finance costs	18.86	23.93
Provision for doubtful debts	-	(0.20)
Net foreign exchange differences (unrealised)	(3.10)	(0.02)
Liability no longer required written back	(26.08)	(29.84)
<b>Operating profit before working capital changes</b>	<b>490.51</b>	<b>647.72</b>
<b>Changes in working capital:</b>		
- (Increase) / Decrease in inventories	(15.50)	(36.23)
- (Increase) / Decrease in trade receivables	(68.06)	172.48
- (Increase) / Decrease in other financial assets and contract assets	(156.56)	(66.99)
- (Increase) / Decrease in other assets	(91.73)	(57.72)
- Increase / (Decrease) in other trade payables	41.38	37.99
- Increase / (Decrease) in trade payables	279.92	(347.41)
- Increase / (Decrease) in contract liabilities	276.52	76.98
- Increase / (Decrease) in other current liabilities and employee benefit obligations	(33.21)	83.92
	<b>232.75</b>	<b>(136.98)</b>
<b>Cash generated from / (used in) operations</b>	<b>723.27</b>	<b>510.74</b>
Income tax paid (net of refunds)	(70.00)	(102.63)
<b>Net cash flow from / (used in) operating activities</b>	<b>653.27</b>	<b>408.11</b>
<b>B. Cash flow from / (used in) investing activities:</b>		
Purchase of property, plant and equipment	(192.43)	(219.07)
Changes in capital work in progress	33.09	(47.64)
Proceeds from sale of property, plant and equipment	1.24	1.24
Receipt of Government Grant	-	10.06
Interest received (finance income)	43.34	5.41
<b>Net cash flow from / (used in) investing activities</b>	<b>(114.76)</b>	<b>(250.00)</b>
<b>C. Cash flow from / (used in) financing activities:</b>		
Payment of principal portion of lease liabilities	(81.29)	(65.37)
Interest paid	(18.86)	(23.93)
<b>Net cash flow from / (used in) financing activities</b>	<b>(100.15)</b>	<b>(89.30)</b>



SMRC Automotive Products India Limited  
Cash flow statement for the year ended 31 March 2024  
CIN: U34101MH2013FLC417942

(All amounts are in millions of Indian Rupees, unless otherwise stated)

Particulars	Year Ended 31 March 2024	Year Ended 31 March 2023
<b>Net increase / (decrease) in cash &amp; cash equivalents [A+B+C]</b>	<b>438.35</b>	<b>77.20</b>
Cash and cash equivalents at the beginning of the year	464.74	387.54
<b>Cash and cash equivalents at year end</b>	<b>903.09</b>	<b>464.74</b>
<b>Components of cash and cash equivalents</b>		
Balances with bank:		
- on current accounts	369.52	264.74
- Deposits with original maturity of less than three months	199.00	1.00
- Deposits with original maturity between three and twelve months	334.57	199.00
<b>Total cash and cash equivalents (note 9 &amp; note 9(a))</b>	<b>903.09</b>	<b>464.74</b>

The accompanying notes are integral part of the financial statements

As per our report of even date  
For **S.R. Batliboi & Associates LLP**  
Chartered Accountants  
ICAI Firm Registration number: 101049W/E300004

**On behalf of the Board of Directors**  
**SMRC Automotive Products India Limited**  
CIN: U34101MH2013FLC417942



**per Bharath N S**  
Partner  
Membership No.: 210934  
Place: Chennai  
Date: 24th May, 2024

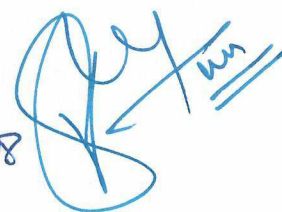
**Ajay Bahl**  
Director  
DIN : 00946201  
Place: Chennai  
Date: 24th May, 2024



**Amit Bhakri**  
Director  
DIN : 08230325  
Place: Chennai  
Date: 24th May, 2024



**HariKrishna K S**  
Chief Financial officer  
Place: Chennai  
Date: 24th May, 2024



**Vishwas Jain**  
Company Secretary  
ACS: **F11741**  
Place: Chennai  
Date: 24th May, 2024



Note 3(a)  
Property, plant and equipment (PPE)

Particulars	Leasehold Land*	Building	Plant and equipment**	Computer	Office properties	Furniture and fixture	Vehicles	Total
<b>Cost</b>								
At 01 April 2022	155.71	650.81	2,665.46	84.82	46.43	26.14	14.92	3,644.29
Additions	-	4.03	84.24	12.96	0.37	-	-	101.60
Disposals/write off	-	-	(11.92)	-	-	-	-	(11.92)
At 31 March 2023	155.71	654.84	2,737.78	97.78	46.80	26.14	14.92	3,733.97
Additions	-	-	181.49	9.54	1.40	-	-	192.43
Disposals/write off	-	-	(42.01)	(3.04)	(1.83)	-	-	(46.88)
At 31 March 2024	155.71	654.84	2,877.26	104.28	46.37	26.14	14.92	3,879.52
<b>Depreciation</b>								
At 01 April 2022	10.28	185.82	1,686.95	64.28	37.77	18.68	14.05	2,017.83
Depreciation for the year	2.13	28.66	225.74	9.59	2.85	2.42	0.64	272.03
Disposals/write off	-	-	(10.94)	-	-	-	-	(10.94)
At 31 March 2023	12.41	214.48	1,901.75	73.87	40.62	21.10	14.69	2,278.92
Depreciation for the year	2.13	26.74	238.41	12.57	2.18	1.79	0.23	284.06
Disposals/write off	-	-	(40.47)	(3.04)	(1.83)	-	-	(45.34)
At 31 March 2024	14.54	241.22	2,099.69	83.40	40.97	22.89	14.92	2,517.63
<b>Net book value</b>								
At 31 March 2023	143.30	440.36	836.03	23.91	6.18	5.04	0.23	1,455.05
At 31 March 2024	141.17	413.62	777.57	20.88	5.40	3.25	0.00	1,361.89

\* The Company has obtained land on lease at Oragadam measuring 8.88 acres from SIPCOT for a period of 99 years. Title deed is pending to be updated in the name of the Company. The addition during the current year is pertaining to the land obtained by the Company on lease at Anantapur from APIIC for 33 years.

Description of Property	Gross carrying value (INR million)	Held in name of	Whether promoter, director or their relative or employee	Period held - indicate range, where appropriate	Reason for not being held in the name of Company
Leasehold Land	128.27	Reydel Automotive Products India Private Limited	The erstwhile name of the Company	FY 2015-2024	The Company is in the process of registering the title deed in the new name of the Company

\*\* Net book value of Plant & Equipment is net of gain on purchase of SHIS Scripts as at March 31, 2024 of Rs. 5.37 million (As at March 31, 2023 - Rs. 1.06 million).





Note 3(b)

Capital Work-in-progress			
Particulars	As at 01 April 2023	Additions during the period	As at 31 March 2024
Capital Work-in-progress	16.43	176.52	192.43
<b>Total</b>	<b>16.43</b>	<b>176.52</b>	<b>192.43</b>
			0.51

Capital Work in progress as at 31 March 2024 comprises expenditure for buildings, plant in the course of construction and machineries yet to be installed.

As at 31 March 2024

Particulars	Amount of CWIP for a period of			Total
	Less than 1 year	1 - 2 years	More than 2 - 3 years	
Projects in progress	0.51	-	-	0.51
Projects temporarily suspended	-	-	-	-
<b>Total</b>	<b>0.51</b>	<b>-</b>	<b>-</b>	<b>0.51</b>

As at 31 March 2023

Particulars	Amount of CWIP for a period of			Total
	Less than 1 year	1 - 2 years	More than 2 - 3 years	
Projects in progress	16.43	-	-	16.43
Projects temporarily suspended	-	-	-	-
<b>Total</b>	<b>16.43</b>	<b>-</b>	<b>-</b>	<b>16.43</b>

There is no project whose completion is overdue or has exceeded its cost compared to its original plan during the financial year 2023-24 and 2022-23.

Note 3(c)

Intangible assets and goodwill

Particulars	Goodwill	IT Licence	Computer software	Total
<b>Cost</b>				
At 01 April 2022	212.48	58.45	7.51	278.44
Additions	-	107.41	-	107.41
Disposals	-	-	-	-
At 31 March 2023	212.48	165.86	7.51	385.85
Additions	-	-	-	-
Disposals	-	-	-	-
At 31 March 2024	212.48	165.86	7.51	385.85
<b>Depreciation</b>				
At 01 April 2022	212.48	58.37	5.83	276.68
Amortisation for the year	-	107.41	0.85	108.26
Disposals	-	-	-	-
At 31 March 2023	212.48	165.78	6.68	384.94
Amortisation for the year	-	-	0.62	0.62
Disposals	-	-	-	-
At 31 March 2024	212.48	165.78	7.30	385.56
<b>Net book value</b>				
At 31 March 2023	-	0.08	0.83	0.91
At 31 March 2024	-	0.08	0.21	0.29



SMRC Automotive Products India Limited  
Notes to financial statements for the year ended 31 March 2024  
CIN: U34101MH2013FLC417942  
(All amounts are in millions of Indian Rupees, unless otherwise stated)

Note 4(a) Right-of-use assets		Particulars	Building	Other Equipments	Total
<b>Cost</b>					
At 01 April 2022		417.58	0.42		418.00
Additions		-	3.21		3.21
At 31 March 2023		417.58	3.63		421.21
Additions		49.69	1.94		51.63
At 31 March 2024		467.27	5.57		472.84

<b>Depreciation</b>					
At 01 April 2022		149.46	0.21		149.67
Depreciation for the year		74.28	0.46		74.74
At 31 March 2023		223.74	0.67		224.41
Depreciation for the year		75.28	1.80		77.08
At 31 March 2024		299.02	2.47		301.49

<b>Net book value</b>	
At 31 March 2023	196.80
At 31 March 2024	171.35

Note 4(b) Particulars		Year Ended 31 March 2024	Year Ended 31 March 2023
Depreciation of tangible assets (note 3a)		284.06	272.03
Amortization of intangible assets (note 3c)		0.62	108.26
Depreciation of Right-of-use assets (note 4)		77.08	74.74
Depreciation Cost		361.76	455.03



	As at 31 March 2024	As at 31 March 2023
<b>5 Other financial assets (at amortised cost unless otherwise specified)</b>		
<b>a) Non current</b>		
Unsecured considered good		
Security deposits	86.33	79.69
Contract asset - Unbilled revenue	-	-
	<b>86.33</b>	<b>79.69</b>
<b>b) Current</b>		
Unsecured considered good		
Security deposits	-	-
Advances to vendors	-	-
Contract asset - Unbilled revenue	-	-
Unbilled POCM revenue	-	-
Other receivables	268.27	226.88
Interest accrued on fixed deposits	-	8.30
	<b>268.27</b>	<b>235.18</b>
<b>Breakup of total financial assets carried at amortized cost:</b>		
Trade receivables (Refer Note 8)	1,099.02	1,034.06
Cash and cash equivalents (Refer Note 9)	568.52	265.74
Other financial assets (Refer Note 5)	354.60	314.87
<b>Total financial assets</b>	<b>2,022.14</b>	<b>1,614.66</b>
<b>6 Other assets</b>		
<b>a) Non current</b>		
Unsecured, considered good		
Others*	132.71	132.71
Contract asset - Unbilled revenue	201.86	252.62
	<b>334.57</b>	<b>385.34</b>
<b>b) Current</b>		
Unsecured, considered good		
Prepaid expenses	20.35	18.47
Deferred revenue expenditure	8.20	13.12
Advances to vendors	280.23	141.27
Advance to employees	10.03	3.45
	<b>318.81</b>	<b>176.31</b>
*Others includes amount paid under protest pertaining to income tax matters		
Unsecured, considered doubtful		
Advances to vendors	2.77	2.77
	2.77	2.77
Less: Provision for doubtful advances	(2.77)	(2.77)
	<b>318.81</b>	<b>176.31</b>
<b>7 Inventories</b>		
Raw materials (at cost)	70.08	99.58
Work-in-progress (at cost)	74.56	19.79
Finished goods (at lower of cost and net realisable value)	25.94	34.45
Stores and spares	2.93	4.19
<b>Total inventories at lower of cost and net realisable value</b>	<b>173.51</b>	<b>158.01</b>



	As at 31 March 2024	As at 31 March 2023
<b>8 Trade receivables</b>		
Receivables from related parties (refer note 31(c))	173.65	299.83
Receivable from others	925.37	734.23
	<u>1,099.02</u>	<u>1,034.06</u>
<b>Breakup for security details:</b>		
Unsecured, considered good	1,099.02	1,034.06
Trade Receivables - credit impaired	10.16	10.16
	<u>1,109.18</u>	<u>1,044.22</u>
Less: Impairment Allowance (allowance for bad and doubtful debts- credit impaired)	(10.16)	(10.16)
	<u>1,099.02</u>	<u>1,034.06</u>

**Ageing schedule**

**Outstanding for following periods from due date of payment**

As at 31 March 2024	Current but not due	Less than 6 months	6 months - 1 year	1 - 2 years	2 - 3 years	More than 3 years	Total
Undisputed Trade Receivables – considered good	742.54	271.57	12.50	26.62	29.98	15.81	1,099.03
Undisputed Trade receivable – credit impaired	-	-	0.31	0.33	0.38	9.14	10.16
<b>Total</b>	<b>742.54</b>	<b>271.57</b>	<b>12.81</b>	<b>26.96</b>	<b>30.36</b>	<b>24.95</b>	<b>1,109.19</b>

**Outstanding for following periods from due date of payment**

As at 31 March 2023	Current but not due	Less than 6 months	6 months - 1 year	1 - 2 years	2 - 3 years	More than 3 years	Total
Undisputed Trade Receivables – considered good	805.84	101.86	32.30	56.25	37.81	-	1,034.06
Undisputed Trade receivable – credit impaired	-	0.31	0.33	0.38	0.23	8.91	10.16
<b>Total</b>	<b>805.84</b>	<b>102.17</b>	<b>32.63</b>	<b>56.63</b>	<b>38.04</b>	<b>8.91</b>	<b>1,044.22</b>

No trade or other receivable are due from directors or other officers of the Company either severally or jointly with any other person. Further, there are no trade or other receivable which are due from firms or private companies respectively in which any director is a partner, a director or a member.

For terms & conditions relating to related party receivables, refer Note 31C

Trade receivables are non-interest bearing and are generally on terms of 30-90 days.

**9 Cash and cash equivalents**

Balances with banks:

– On current accounts	369.52	264.74
– Deposits with original maturity of less than three months	199.00	1.00
	<u>568.52</u>	<u>265.74</u>

Cash at banks earns interest at floating rates based on daily bank deposit rates. Short-term deposits are made for varying periods of between one day and three months, depending on the immediate cash requirements of the Company, and earn interest at the respective short-term deposit rates.

At 31 March 2024, the Company had available mINR 589.99 (31 March 2023: mINR 738.27 ) of undrawn committed borrowing facilities.

The Company has been sanctioned/renewed working capital limits (mINR 200) from banks during the year on the basis of security of current assets of the Company.

**9(a) Bank balances other than cash and cash equivalents**

Balances with banks:

– Deposits with original maturity between three and twelve months	334.57	199.00
	<u>334.57</u>	<u>199.00</u>



10 Share capital

	As at 31 March 2024	As at 31 March 2023
<b>Authorised share capital</b>		
146,781,849 (31 March 2023 : 146,781,849) equity shares of Rs. 10/- each	1,467.82	1,467.82
<b>Issued, subscribed and paid-up capital</b>		
116,616,312 (31 March 2023 : 116,616,312) equity shares of Rs. 10/- each	1,166.16	1,166.16
	<b>1,166.16</b>	<b>1,166.16</b>

a) Reconciliation of share capital is given below:

	As at 31 March 2024		As at 31 March 2023	
	No. of Shares	Rs.	No. of Shares	Rs.
<b>Equity shares</b>				
At the beginning of the year	116,616,312	1,166.16	116,616,312	1,166.16
At the end of the year	<b>116,616,312</b>	<b>1,166.16</b>	<b>116,616,312</b>	<b>1,166.16</b>

b) Terms/rights attached to class of shares

Equity shares

The Company has only one class of shares referred to as Equity Shares having a par value of Rs.10 each. Each holder of equity shares is entitled to one vote per share. Dividend proposed by the Board of Directors, if any, is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend.

In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

c) Shares held by holding company and/or their fellow subsidiaries/associates

Name of the shareholder	As at 31 March 2024		As at 31 March 2023	
	No. of Shares	Rs.	No. of Shares	Rs.
<b>Equity shares of Rs. 10 each fully paid-up</b>				
(i) MSSL Mauritius Holdings Ltd	116,616,306	1,166.16	-	-
(ii) Motherson Electrical Wires Lanka Pvt. Ltd. - as nominee of MSSL Mauritius Holdings Ltd	1	*	-	-
(iii) Mr. Sanjiv Suri - as nominee of MSSL Mauritius Holdings Ltd	1	*	-	-
(iv) MSSL Midcast (FZE) - as nominee of MSSL Mauritius Holdings Ltd	1	*	-	-
(v) Mr. Bharat Garg - as nominee of MSSL Mauritius Holdings Ltd	1	*	-	-
(vi) Mr. Dhruv Mehra - as nominee of MSSL Mauritius Holdings Ltd	1	*	-	-
(vii) MSSL GMBH - as nominee of MSSL Mauritius Holdings Ltd	1	*	-	-
(viii) SMRC Automotive Holdings Netherlands B.V.	-	-	116,616,305	1,166.16
(ix) SMRC Automotive Techno Minority Holdings B.V. - held on behalf of SMRC Automotive Holdings Netherlands B.V.	-	-	2	*



**d) Details of shareholder(s) holding more than 5 percent of equity shares in the company**

Name of the shareholder	As at 31 March 2024		As at 31 March 2023	
	No. of Shares	% of total shares in the class	No. of Shares	% of total shares in the class
Equity shares of Rs. 10 each fully paid-up				
(i) MSSL Mauritius Holdings Ltd	116,616,306	99.99%		
(ii) SMRC Automotive Holdings Netherlands B.V.	-		116,616,305	99.99%

**e) Details of Shares held by Promoters**

**Promoter Name :** MSSL Mauritius Holdings Ltd the holding Company

Particulars	31 March 2024		31 March 2023	
	No. of Shares	% of total shares in the class	No. of Shares	% of total shares in the class
No. of shares at the beginning of the year	-		-	
Change during the year	116,616,306		116,616,306	
No. of shares at the end of the year	116,616,306		-	
% of Total Shares	99.99%		0.00%	
% change during the year	99.99%		0.00%	

**Promoter Name :** SMRC Automotive Holdings Netherlands B.V. the holding Company

Particulars	31 March 2024		31 March 2023	
	No. of Shares	% of total shares in the class	No. of Shares	% of total shares in the class
No. of shares at the beginning of the year	116,616,305		116,616,305	
Change during the year	(116,616,305)		-	
No. of shares at the end of the year	-		116,616,305	
% of Total Shares	0.00%		99.99%	
% change during the year	-99.99%		0.00%	

**11 Other equity**

	As at	
	31 March 2024	31 March 2023
Securities premium reserve*	35.50	35.50
Retained earnings	962.47	833.88
Re-measurement gain / (loss) on defined benefit obligation	(19.65)	(12.80)
	<b>978.32</b>	<b>856.58</b>

\* Securities premium reserve is used to record the premium on issue of shares. The reserve can be utilised only for limited purposes such as issuance of bonus shares in accordance with the provisions of the Companies Act, 2013.



12 Deferred tax liabilities (net)

Nature deferred tax assets / (liabilities)	Balance Sheet		Statement of Profit and Loss	
	As at 31 March 2024	As at 31 March 2023	As at 31 March 2024	As at 31 March 2023
<b>Deferred tax liability</b>				
Fixed assets: Impact of difference between tax depreciation and depreciation/ amortization charged in the financials	(22.55)	(5.69)	(16.87)	(55.09)
Re-measurement loss on defined benefit plan	(2.30)	(0.02)	(2.28)	2.83
<b>Gross deferred tax liability</b>	<b>(24.85)</b>	<b>(5.71)</b>	<b>(19.14)</b>	<b>(52.26)</b>
<b>Deferred tax assets</b>				
Impact of expenditure charged to the statement of profit and loss in the current year but allowed for tax purposes on payment basis	14.81	10.83	3.98	(14.93)
Difference on account of timing difference in ROU Assets and Lease liabilities	7.40	8.46	(1.06)	(0.01)
Deferment of allowance of VRS payments to employees for 5 years under Sec. 35DDA (1)	34.90	43.82	(8.92)	43.82
Provision for doubtful debts	2.56	2.56	-	(1.06)
<b>Gross deferred tax asset</b>	<b>59.67</b>	<b>65.67</b>	<b>(6.00)</b>	<b>27.82</b>
<b>Net deferred tax liability / (asset)</b>	<b>(84.52)</b>	<b>(71.38)</b>	<b>(13.14)</b>	<b>(80.08)</b>

Reconciliation of deferred tax liabilities (net):

	As at March 31, 2024	As at March 31, 2023
Opening balance as of 1st April 2023	71.38	(8.69)
Tax income/(expense) during the period recognised in profit or loss	10.86	82.90
Tax income/(expense) during the period recognised in OCI	2.28	(2.83)
<b>Closing balance as at 31st March 2024</b>	<b>84.52</b>	<b>71.38</b>

13 Trade payables

Trade payables

	As at March 31, 2024	As at March 31, 2023
- Total outstanding dues of micro enterprises and small enterprises	90.83	75.33
- Total outstanding dues of creditors other than micro enterprises and small enterprises	1,838.74	1,600.40
	<b>1,929.57</b>	<b>1,675.73</b>
Trade payables to Related parties (refer note 31c)	524.07	408.46
Trade payables	1,405.50	1,267.27
	<b>1,929.57</b>	<b>1,675.73</b>

Details of dues to Micro and Small Enterprises

Based on the information available, the Company has outstanding dues and interest payable during the year ended and as at March 31, 2024 and March 31, 2023 that are required to be furnished under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006 which is disclosed in Note no 34

Terms and conditions of the above financial liabilities:

Trade payables are non interest bearing and carry a credit period generally between 30 and 90 days.

For terms and conditions with related parties, refer to Note 31C. For explanations on the Company's credit risk management processes, refer to Note 38.

Ageing schedule

As at March 31, 2024	Outstanding for following periods from due date of payment						Total
	Unbilled dues	Current but not due	Less than 1 year	1 - 2 years	2 - 3 years	More than 3 years	
Total outstanding dues of micro enterprises and small enterprises	-	85.99	3.42	0.39	0.40	0.63	90.83
Total outstanding dues of creditors other than micro enterprises and small enterprises	-	1,228.98	278.69	265.81	7.85	57.42	1,838.7
<b>Total</b>	-	<b>1,314.96</b>	<b>282.12</b>	<b>266.20</b>	<b>8.25</b>	<b>58.04</b>	<b>1,929.57</b>
As at March 31, 2023	Outstanding for following periods from due date of payment						Total
	Unbilled dues	Current but not due	Less than 1 year	1 - 2 years	2 - 3 years	More than 3 years	
Total outstanding dues of micro enterprises and small enterprises	-	48.26	25.24	0.40	1.37	0.06	75.33
Total outstanding dues of creditors other than micro enterprises and small enterprises	-	736.27	592.14	76.33	19.75	175.90	1,600.40
<b>Total</b>	-	<b>784.53</b>	<b>617.38</b>	<b>76.73</b>	<b>21.12</b>	<b>175.96</b>	<b>1,675.73</b>



	As at 31 March 2024	As at 31 March 2023
<b>14 Other payables</b>		
Payable on purchase of property plant and equipment	35.22	18.06
Advances received on account of bill discounting	268.26	226.88
	<u>303.48</u>	<u>244.94</u>
<b>15A Current Employee benefit obligation</b>		
Provision for compensated absences, bonus and others	81.85	113.78
	<u>81.85</u>	<u>113.78</u>
<b>15B Non-current Employee benefit obligation</b>		
Provision for gratuity (refer note 30 A)	3.80	5.63
Provision for compensated absences, bonus and others	12.95	6.70
	<u>16.75</u>	<u>12.33</u>
<b>16 Other Current liabilities</b>		
Statutory dues including provident fund and tax deducted at source	53.85	50.59
	<u>53.85</u>	<u>50.59</u>
<b>17 Tax liability/(asset)</b>		
<b>Tax liabilities:</b>		
Provision for current tax - current	55.69	55.69
	<u>55.69</u>	<u>55.69</u>
<b>Tax assets</b>		
Advance income tax - non-current	(48.45)	(36.83)
	<u>(48.45)</u>	<u>(36.83)</u>





Year Ended 31 March 2024	Year Ended 31 March 2023
-----------------------------	-----------------------------

**18 Revenue from contracts with customers**

Set out below is the disaggregation of the Company's revenue from contracts with customers:

**Revenue from operations**

Sale of automotive parts - within India	5,323.70	5,268.76
Sale of automotive parts - outside India	29.32	42.69
Sale of services	128.94	315.43

**Other operating revenue**

Sale of tools	771.89	424.24
Sale of scrap	17.81	4.26

**Total revenue from contracts with customers**

<b>6,271.66</b>	<b>6,055.38</b>
-----------------	-----------------

**Timing of revenue recognition:**

Revenue recognised at a point in time	5,370.83	5,315.71
Revenue recognised over a period of time	900.83	739.67
<b>6,271.66</b>	<b>6,055.38</b>	

**Contract balances**

Particulars	As at 31 March 2024	As at 31 March 2023
Trade receivables (refer Note 8)	1,099.02	1,034.06
Contract assets	534.13	417.30
Contract assets - Unbilled revenue (refer Note 5)	201.86	252.62
Contract liabilities	598.31	321.79

Trade receivables are non-interest bearing and are generally on terms of 30 to 90 days.

Contract assets (Other than those pertaining to services) are initially recognised for revenue earned from development of tools and secondary equipment as receipt of consideration is conditional on successful completion and acceptance by the customer. Upon completion and acceptance by the customer, the amounts recognised as contract assets are reclassified to trade receivables. The expected credit loss on contract assets is considered very low and hence no provision for credit loss is recorded in respect of contract

The transaction price allocated to the remaining performance obligations related to tool development (unsatisfied or partially unsatisfied) are, as follows:

Particulars	As at 31 March 2024	As at 31 March 2023
Within one year	297.19	176.13
More than one year	1057.21	8.08
<b>1354.40</b>	<b>184.21</b>	

As at 31 March 2024	As at 31 March 2023
------------------------	------------------------

**19 Other income**

Rental Income	25.01	19.05
Recovery of engineering cost	-	16.94
Liabilities no longer required written back *	26.08	29.84
Net gain on disposal of property, plant and equipment	-	0.26
Exchange [realised / unrealised] gain	3.10	0.02
Reversal of provision for doubtful debts	-	0.20
Miscellaneous income	0.47	2.15
<b>54.66</b>	<b>68.46</b>	

\*Represent payables / provision of prior years written back after completion of supplier reconciliation / customer negotiations or based on an internal review by management.

**20 Finance income**

Interest income from		
- Bank deposits	35.04	13.73
<b>35.04</b>	<b>13.73</b>	



SMRC Automotive Products India Limited

Notes to financial statements for the year ended 31 March 2024

CIN: U34101MH2013FLC417942

(All amounts are in millions of Indian Rupees, unless otherwise stated)

	Year Ended 31 March 2024	Year Ended 31 March 2023
<b>21 Cost of raw material and components consumed</b>		
Inventory at the beginning of the year	94.33	81.16
Add: Purchases	3,372.54	3,177.54
	<b>3,466.87</b>	<b>3,258.70</b>
Less: Inventory at the end of the year	70.08	99.58
Cost of raw material and components consumed	<b>3,396.79</b>	<b>3,159.12</b>
<b>22 Cost of tools sold</b>		
Inventory at the beginning of the year	-	-
Purchases	639.55	293.40
<b>Tool development &amp; service cost</b>	639.55	293.40
Less: Inventory at the end of the year	-	-
<b>Cost of tools sold</b>	<b>639.55</b>	<b>293.40</b>
<b>23 Changes in inventories of finished goods, work-in-progress and traded goods</b>		
<b>Inventory at the end of the year</b>		
Work in progress	74.77	19.79
Finished goods	18.02	34.45
	<b>92.79</b>	<b>54.24</b>
<b>Inventory at the beginning of the year</b>		
Work in progress	14.58	22.72
Finished goods	44.91	22.25
	<b>59.49</b>	<b>44.97</b>
	<b>(33.30)</b>	<b>(9.27)</b>
<b>24 Employee benefits expense</b>		
Salaries, wages and bonus ^	452.74	637.53
Contribution to provident and other funds	30.10	24.61
Gratuity expense (refer note 30)	4.71	7.95
Staff welfare expense	67.80	77.53
	<b>555.35</b>	<b>747.62</b>

^ The Company announced VRS FY 23-24 [Voluntary Retirement Scheme] to the employees of Hinjawadi plant in Pune and Sipcot plant in Chennai vide Office orders dated 06-03-2024 and 25-03-2024 respectively. The company has accounted for the Voluntary retirement scheme payments as per the Ind AS.

Location	No of employees to whom scheme is offered	No of employees opted VRS scheme	Expenditure recognized in the books (MINR)	Amount Paid before 31 March 2024 (MINR)
Pune	8	-	-	-
Chennai	32	2	4	-

^ The Company announced VRS for FY 22-23 [Voluntary Retirement Scheme] to the employees of Hinjawadi plant in Pune and Sipcot plant in Chennai vide Office orders dated 12-01-2023 and 08-03-2023 respectively. The company has accounted for the Voluntary retirement scheme payments as per the Ind AS.

Location	No of employees to whom scheme is offered	No of employees opted VRS scheme	Expenditure recognized in the books (MINR)	Amount Paid before 31 March 2023 (MINR)
Pune	108	95	137	120
Chennai	70	39	61	-



	Year Ended 31 March 2024	Year Ended 31 March 2023
<b>25 Finance costs</b>		
Interest expenses		
Bank charges	2.83	24.05
Interest on lease liabilities (note 33)	18.86	23.93
	<b>21.69</b>	<b>47.98</b>
<b>26 Components of Other Comprehensive Income (OCI)</b>		
The disaggregation of changes to OCI is shown below:		
Re-measurement gains (losses) on defined benefit plans transferred to retained earnings	<b>9.13</b>	<b>0.08</b>
<b>27 Other expenses</b>		
Site maintenance and purchased services	303.87	216.79
Power and fuel	187.47	180.90
Development and testing charges	148.94	71.74
Freight & forwarding charges (outbound)	105.37	107.23
Repairs - plant and machinery	136.10	125.66
Legal & professional fees	120.64	27.68
Administration, information technology and service charges (refer note 30c)	76.56	340.86
Consumption of stores and spares and consumable tools	59.05	47.30
Travelling & conveyance	42.34	21.80
Rent	24.52	20.39
Insurance expense	22.47	18.03
Rates and taxes	4.25	11.71
Corporate social responsibility expenditure (refer note 27A)	4.20	1.49
Payment to auditors (refer note A)	4.15	3.79
Printing & stationery	3.71	3.40
Communication costs	0.46	1.18
Miscellaneous expenses	1.31	1.18
Loss on sale of fixed assets	0.29	-
Realised exchange differences (net)	-	29.76
	<b>1,245.70</b>	<b>1,230.89</b>
<b>A. Payment to auditor</b>		
As auditor :		
Statutory audit fee	1.31	1.31
Quarterly review for group reporting	0.74	0.47
Tax audit fee	0.75	0.75
Other services	1.12	1.15
Reimbursement of expenses	0.23	0.11
	<b>4.15</b>	<b>3.79</b>



**27 A. Corporate social responsibility**

Details of CSR expenditure:	Year Ended 31 March 2024	Year Ended 31 March 2023
-----------------------------	-----------------------------	-----------------------------

- a) Gross amount required to be spent by the Company during the year  
 b) Amount approved by the Board to be spent during the year

	4.20	1.49
	4.20	1.49

**c) Amount spent during the year ending on 31 March 2024:**

- i) Construction/acquisition of any asset  
 ii) On purposes other than (i) above

In cash	Yet to be paid in cash	Total
-	-	-
-	4.20	4.20

**d) Amount spent during the year ending on 31 March 2023:**

- i) Construction/acquisition of any asset  
 ii) On purposes other than (i) above

In cash	Yet to be paid in cash	Total
-	-	-
0.27	1.22	1.49

**e) Details related to spent / unspent obligations:**

- i) Contribution to Public Trust  
 ii) Contribution to Swarn Lata Motherson Trust  
 iii) Unspent amount in relation to:  
 Ongoing project ^^  
 Other than ongoing project

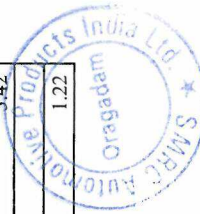
	31-Mar-24	31-Mar-23
	-	-
	-	0.27
	-	-
	4.20	1.22
	-	-

^^ In respect of ongoing projects in the FY 2023-2024, the Company has transferred remaining unspent under sub-section (5) of section 135 of the Companies Act, to a special account in a scheduled bank earmarked for CSR fund on April 30, 2024 in compliance with the provision of sub-section (6) of section 135 of the said Act.

^^ In respect of ongoing projects in the FY 2022-2023, the Company has transferred remaining unspent under sub-section (5) of section 135 of the Companies Act, to a special account in a scheduled bank earmarked for CSR fund on April 29, 2023 in compliance with the provision of sub-section (6) of section 135 of the said Act.

**Details of ongoing project and other than ongoing project :**

	In case of S. 135(6) (Ongoing Project)					
	Opening Balance	Amount required to be spent during the year	Amount spent during the year	Closing Balance		
	With Company	In Separate CSR Unspent A/c	From Company's Bank account	From Separate CSR Unspent A/c	With company	In Separate CSR Unspent A/c
FY 2023-2024	-	1.22	-	4.20	-	5.42
FY 2022-2023	-	-	0.27	1.49	-	1.22



**28 Income tax expense**

The major components of income tax expense for the years ended 31 March 2024 and 31 March 2023 are:

**Profit or loss section**

Current Income tax:

Current income tax charge

Deferred tax:

Relating to the origination and reversal of temporary differences

**Income tax expense reported in the statement of the profit and loss**

**OCI section**

Deferred tax related to items recognised in OCI during the year:

Net (loss)/gain on remeasurements of defined benefit plans

**Deferred tax charged to OCI**

	Year Ended 31 March 2024	Year Ended 31 March 2023
	56.10	134.10
	(10.87)	(82.90)
	<b>45.23</b>	<b>51.20</b>
	2.28	(2.83)
	<b>2.28</b>	<b>(2.83)</b>

**Reconciliation of tax expense and the accounting profit multiplied by India's domestic tax rate applicable for 31 March 2024 and 31 March 2023**

Accounting profit before income tax\*

Profit before tax multiplied by statutory income tax rate in India of 25.168%

(March 31, 2023: 25.168%)

Effects of

Impact of tax rate variation

CSR expenditure

Others

\*Other comprehensive income and related tax consequences not considered

	173.82	212.80
	43.75	53.56
	-	(2.43)
	1.05	0.38
	0.42	(0.30)
	<b>45.22</b>	<b>51.21</b>

**29 Earnings per share (EPS)**

Basic EPS amounts are calculated by dividing the profit for the year attributable to equity holders of the parent by the weighted average number of Equity shares outstanding during the year.

Diluted EPS amounts are calculated by dividing the profit attributable to equity holders of the parent by the weighted average number of Equity shares outstanding during the year plus the weighted average number of Equity shares that would be issued on conversion of all the dilutive potential Equity shares into Equity shares.

The following reflects the income and share data used in the basic and diluted EPS computations:

		Year Ended 31 March 2024	Year Ended 31 March 2023
Profit / (loss) after tax		128.59	161.60
Net profit attributable to equity holder of the Company used in calculating earning per share	(A)	128.59	161.60
Weighted average number of equity shares for calculating basic EPS (in million)	(B)	116,616,312	116,616,312
<b>Effect of dilution</b>			
Potential convertible equity shares	(C)	-	-
Weighted average number of equity shares for calculating diluted EPS (in million)	(D=B+C)	116,616,312	116,616,312
- Basic EPS (in Rs.)	(A/B)	1.10	1.39
- Diluted EPS (in Rs.)	(A/D)	1.10	1.39



**30 A. Gratuity plan**

The Company has a defined gratuity plan (funded). Every employee who has completed five years or more of service gets a gratuity on departure equivalent to 15 days salary (last drawn salary) for each completed year of service or part thereof in excess of 6 months. The scheme is funded with a Public insurance company in the form of a qualifying insurance policy.

The following tables summarises the components of net benefit expense recognised in the statement of profit and loss, the funded status and amounts recognised in the balance sheet for the respective plans.

**Statement to profit and loss****Net employee benefit expense (recognized in employee benefit expenses)**

Particulars	Year Ended 31 March 2024	Year Ended 31 March 2023
Current service cost	6.51	7.45
Interest cost on benefit obligation	(0.22)	0.50
Past service cost	-	-
<b>Net benefit expense</b>	<b>6.29</b>	<b>7.95</b>

**Amount recognised in the statement of other comprehensive income**

Particulars	Year Ended 31 March 2024	Year Ended 31 March 2023
Actuarial (gain) / loss due to DBO experience	4.58	5.11
Actuarial (gain) / loss due to DBO assumption changes	1.71	(5.14)
<b>Actuarial (gain) / loss arising during period</b>	<b>6.29</b>	<b>(0.03)</b>
Return on plan assets (greater)/less than discount rate	2.84	0.12
Total actuarial (gains)/losses	9.13	0.09
<b>Actuarial (gains)/ losses recognized in OCI</b>	<b>9.13</b>	<b>0.09</b>

**Balance sheet****Benefit liability**

Particulars	As at 31 March 2024	As at 31 March 2023
Present value of defined benefit obligation	66.45	69.53
Fair value of plan assets	(62.72)	(63.90)
<b>Plan liability</b>	<b>3.73</b>	<b>5.63</b>

**Changes in the present value of the defined benefit obligation are as follows:**

Particulars	As at 31 March 2024	As at 31 March 2023
Net defined benefit asset/ (liability) at end of prior period	69.53	72.57
Current service cost	6.51	7.45
Interest cost	4.34	4.68
Benefit paid	(3.13)	-
Benefit paid directly by company	(17.08)	(15.13)
Actuarial (gains) / losses on obligation	6.29	(0.04)
Past service cost	-	-
<b>Closing defined benefit obligation</b>	<b>66.46</b>	<b>69.53</b>

**Changes in the defined benefit obligation and fair value of plan assets are as follows:**

Particulars	As at 31 March 2024	As at 31 March 2023
Fair value of plan assets at the beginning of the year	63.90	56.30
Expected return on plan assets	4.56	4.18
Contributions	0.23	3.54
Benefits paid	(3.13)	-
Actuarial gain / (loss) on plan assets	(2.84)	(0.12)
<b>Fair value of plan assets at the end of the year</b>	<b>62.72</b>	<b>63.90</b>

**The major categories of plan assets as a percentage of the fair value of total plan assets are as follows :**

	As at 31 March 2024	As at 31 March 2023
Investments with the insurer	100%	100%



**Amounts for the current year and previous year are as follows :**

Particulars	Year Ended 31 March 2024	Year Ended 31 March 2023
Defined benefit obligation	66.46	69.53
Fair value of Plan assets	(62.72)	(63.90)
(Deficit)/ surplus	3.75	5.63
Service cost	6.51	7.45
Defined benefit cost recognised in Profit or loss	6.29	7.95
Remeasurements recognised in Other Comprehensive Income (OCI) Loss/(Gains)	9.13	0.08

**The principal assumptions used in determining gratuity benefit obligations for the Company's plan are shown below:**

Particulars	Year Ended 31 March 2024	Year Ended 31 March 2023
Discount rate	7.00%	7.30%
Expected return on plan assets	7.20%	7.20%
Salary escalation	7.50%	7.50%
Employee Turnover	2% - 8.5%	2% - 8.5%
Mortality rate	Indian Assured Lives Mortality (2006-08) Ult.	Indian Assured Lives Mortality (2006-08) Ult.

The estimates of future salary increases, considered in actuarial valuation, take account of price inflation, regular increments and promotions and other relevant factors, such as supply and demand in the employment market.

The overall expected rate of return on assets is determined based on the market prices prevailing on that date, applicable to the period over which the obligation is to be settled. There has been significant change in expected rate of return on assets due to change in the market scenario.

A quantitative sensitivity analysis for significant assumptions is as shown below:

**Gratuity**

Sensitivity level	Impact on defined benefit obligation	
	31 March 2024	31 March 2023
Defined Benefit Obligation - Discount Rate + 100 basis points	(5.45)	(5.82)
Defined Benefit Obligation - Discount Rate - 100 basis points	6.22	6.67
Defined Benefit Obligation - Salary Escalation Rate + 100 basis points	5.20	5.86
Defined Benefit Obligation - Salary Escalation Rate - 100 basis points	(4.76)	(5.39)

Method used for sensitivity analysis: The sensitivity results above determine their individual impact on the Plan's end of year Defined Benefit Obligation. In reality, the Plan is subject to multiple external experience items which may move the Defined Benefit Obligation in similar or opposite directions, while the Plan's sensitivity to such changes can vary over time.

**The following payments are expected contributions to the defined benefit plan in future years:**

Particulars	Expected benefit payment 31 March 2024	Expected benefit payment 31 March 2023
Within the next 12 months (next annual reporting period)	4.37	5.12
Between 2 and 5 years	19.35	23.08
Between 5 and 10 years	51.37	44.15
Beyond 10 years	-	-
Total Expected payment	75.09	72.35

The average duration of the defined benefit plan obligation at the end of the reporting period is 10 years (31 March 2023: 10 years).

**B. Other Long term Employee Benefits**

**Actuarial assumptions for Long-term compensated absences**

	31 March 2024	31 March 2023
Discount rate	7.00%	7.30%
Expected return on plan assets	7.20%	7.20%
Salary escalation	7.50%	7.50%
Employee Turnover	2% - 8.5%	2% - 8.5%
Mortality rate	Indian Assured Lives Mortality (2006-08) Ult.	Indian Assured Lives Mortality (2006-08) Ult.

The estimates of future salary increases considered in the actuarial valuation takes into account the inflation, seniority, promotions and other relevant factors. The discount rate is based on the prevailing market yields of the government of India securities as at Balance sheet date for the estimated term of the obligations.



**31 Related party disclosure****a) Names of related parties and related party relationship**

Description of relationship	Name of the party
Ultimate holding company	Samvardhana Motherson International Limited - India (formerly known as Motherson Sumi Systems Limited)
Holding company	MSSL Mauritius Holdings Ltd (Holding company with effect from 21st March 2024)
Fellow subsidiaries/body corporates	SMRC Automotives Techno Minority Holdings B.V. - Netherlands SMRC Automotive Holdings Netherlands B.V. - Netherlands (Holding company till 20th March 2024; Fellow subsidiary with effect from 21st March 2024) SMRC Automotive Interiors Japan Ltd. - Japan SMRC Automotive Technology RU LLC - Russia Samvardhana Motherson Reydel Autotecc Morocco SAS - Morocco Yujin SMRC Automotive Techno Corp. - Korea SMRC Fabricação e Comércio de Produtos Automotivos do Brasil Ltda. - Brazil SMRC Automotive Interior Modules Croatia d.o.o. - Croatia PT SMRC Automotive Technology Indonesia - Indonesia SMRC Automotive Modules France SAS - France SMRC Automotive Smart Interior Tech (Thailand) Ltd. - Thailand Samvardhana Motherson Reydel Automotive Parts Holding Spain, S.L.U. - Spain SMRC Automotive Interiors Products Poland SA - Poland SMRC Smart Interior Systems Germany GmbH - Germany SMRC Smart Automotive Interior Technologies USA, LLC - USA SMRC Automotive Solutions Slovakia s.r.o. - Slovakia SMRC Automotive Interiors Spain S.L.U. - Spain SMRC Automotives Technology Phil Inc. - Philippines SMRC Automotive Tech Argentina S.A. - Argentina SMR Automotive Systems India Limited - India Samvardhana Motherson Innovative Engineering Limited [A unit of SAMIL] - India SMIIEI(A Unit Of SAMIL) Samvardhana Motherson Global Management Services - India Anest Iwata Motherson Coating Equipment Private Limited - India Anest Iwata Motherson Pvt. Ltd. CTM India Limited - India Motherson Automotive Technologies and Engineering [A Division of SAMIL] - India Samvardhana Motherson Global Carriers Limited - India Samvardhana Motherson International Limited SMP Automotive Produtos Automotivos Do Brasil Ltda - Brazil Motherson Technology Service Limited - India Motherson Air Travel Agencies Limited - India Motherson Consultancies Services Limited - India Motherson Sumi Wiring India Limited - India Motherson Lease Solutions Limited - India Motherson Auto Limited - India Systematic Conscom Limited - India Marelli Motherson Automotive Lighting India Private Limited - India Matsui Technologies India Ltd - India Saddles International Automotive & Aviation Interiors Private Limited - India Motherson Automotive Technologies and Engineering [A Division of MSSL] - India Motherson Moulds and Diecasting Ltd
Key management personnel ('KMP')	Mr. Amit Bhakri - Director Mr. Ajay Bahl - Director - appointed with effect from 18th September 2023 Mr. Eric Auzepy - Director Mr. Sanjay Kalia - Independent Director Mr. Madhu Bhaskar - Independent Director Mr. Satish Ladwa - Manager Mr. Arun Kumar - Chief Financial Officer - resigned with effect from 21st December 2023 Mr. HariKrishna K S - Chief Financial Officer - appointed with effect from 22nd December 2023 Mr. Himanshu Tyagi - Company Secretary - resigned with effect from 10th March 2024 Mr. Vishwas Jain - Company Secretary - appointed with effect from 11th March 2024





**SMRC Automotive Products India Limited**

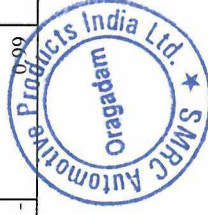
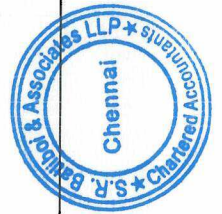
Notes to financial statements for the year ended 31 March 2024

CIN: U34101MH2013FLC417942

(All amounts are in millions of Indian Rupees, unless otherwise stated)

**b. Details of related party transactions during the year ended March 31, 2024 and March 31, 2023 and balance as at March 31, 2024 and March 31, 2023:**

Particulars	Holding / Ultimate holding company		Fellow subsidiaries/body corporate		Key managerial personnel		Total	
	31 March 2024	31 March 2023	31 March 2024	31 March 2023	31 March 2024	31 March 2023	31 March 2024	31 March 2023
<b>Transaction during the year</b>								
SMRC Automotive Modules France SAS - France	-	-	12.17	27.94	-	-	12.17	27.94
SMRC Fabricação e Comércio de Produtos Automotivos do Brasil Ltda. - Brazil	-	-	17.15	14.75	-	-	17.15	14.75
Motherson Automotive Technologies and Engineering [A Division of SAMIL] - India	-	-	759.25	332.81	-	-	759.25	332.81
Motherson Moulds and Diecasting Ltd	-	-	11.37	-	-	-	11.37	-
<b>Sales of automotive parts</b>	-	-	<b>799.94</b>	<b>375.50</b>	-	-	<b>799.94</b>	<b>375.50</b>
SMRC Automotive Holdings Netherlands B.V. - Netherlands (Holding company till 20th March 2024; Fellow subsidiary with effect from 21st March 2024)	-	60.74	-	-	-	-	-	60.74
Motherson Automotive Technologies and Engineering [A Division of SAMIL] - India	-	-	4.33	2.79	-	-	4.33	2.79
CTM India Limited - India	-	-	0.11	-	-	-	0.11	-
SMRC Automotive Interiors Japan Ltd. - Japan	-	-	11.12	5.68	-	-	11.12	5.68
Yujin SMRC Automotive Techno Corp. - Korea	-	-	3.71	-	-	-	3.71	-
SMRC Automotive Modules France SAS - France	-	-	14.55	8.95	-	-	14.55	8.95
SMRC Automotive Solutions Slovakia s.r.o. - Slovakia	-	-	7.14	2.85	-	-	7.14	2.85
SMRC Automotive Smart Interior Tech (Thailand) Ltd. - Thailand	-	-	6.71	-	-	-	6.71	-
SMRC Fabricação e Comércio de Produtos Automotivos do Brasil Ltda. - Brazil	-	-	0.18	-	-	-	0.18	-
SMRC Automotive Interiors Spain S.L.U. - Spain	-	-	1.10	-	-	-	1.10	-
SMRC Automotive Technology RU LLC - Russia	-	-	-	0.24	-	-	-	0.24
Samvardhana Motherson Reydel Autotecc Morocco SAS - Morocco	-	-	-	0.19	-	-	-	0.19
<b>Sale of services</b>	-	<b>60.74</b>	<b>48.95</b>	<b>20.70</b>	-	-	<b>48.95</b>	<b>81.44</b>
Motherson Automotive Technologies and Engineering [A Division of SAMIL] - India	-	-	0.72	-	-	-	0.72	-
<b>Sale of assets</b>	-	-	<b>0.72</b>	-	-	-	<b>0.72</b>	-
Samvardhana Motherson International Limited	-	-	1.50	-	-	-	1.50	-
<b>Other Income</b>	-	-	<b>1.50</b>	-	-	-	<b>1.50</b>	-
Motherson Sumi Wiring India Limited - India	-	-	2.36	1.92	-	-	2.36	1.92
Anest Iwata Motherson Coating Equipment Private Limited - India	-	-	0.06	4.25	-	-	0.06	4.25
Matsui Technologies India Ltd - India	-	-	0.19	1.11	-	-	0.19	1.11
Motherson Technology Service Limited - India	-	-	0.99	3.33	-	-	0.99	3.33

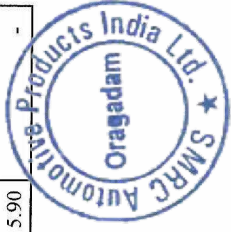


SMRC Automotive Products India Limited  
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(All amounts are in millions of Indian Rupees, unless otherwise stated)

b. Details of related party transactions during the year ended March 31, 2024 and March 31, 2023 and balance as at March 31, 2024 and March 31, 2023:

Particulars	Holding / Ultimate holding company		Fellow subsidiaries/body corporate		Key managerial personnel		Total	
	31 March 2024	31 March 2023	31 March 2024	31 March 2023	31 March 2024	31 March 2023	31 March 2024	31 March 2023
Samvardhana Mothercon Global Carriers Limited - India	-	-	4.07	-	-	-	4.07	-
Systematic Conscorm Limited - India	-	-	1.58	-	-	-	1.58	-
Mothercon Automotive Technologies and Engineering [A Division of SAMIL] - India	-	-	243.66	136.95	-	-	243.66	136.95
Saddles International Automotive & Aviation Interiors Private Limited - India	-	-	31.57	-	-	-	31.57	-
Anest Iwata Mothercon Pvt. Ltd.	-	-	0.05	-	-	-	0.05	-
<b>Purchase of automotive parts and spares</b>	-	-	<b>284.52</b>	<b>147.56</b>	-	-	<b>284.52</b>	<b>147.56</b>
Mothercon Automotive Technologies and Engineering [A Division of SAMIL] - India	-	-	116.39	47.85	-	-	116.39	47.85
CTM India Limited - India	-	-	22.65	-	-	-	22.65	-
<b>Purchase of Tools</b>	-	-	<b>139.04</b>	<b>47.85</b>	-	-	<b>139.04</b>	<b>47.85</b>
SMRC Automotive Holdings Netherlands B. V. - Netherlands (Holding company till 20th March 2024)	-	322.12	-	-	-	-	-	322.12
Samvardhana Mothercon Global Management Services - India	-	-	26.25	18.74	-	-	26.25	18.74
Mothercon Technology Service Limited - India	-	-	54.14	-	-	-	54.14	-
Mothercon Consultancies Services Limited - India	-	-	11.94	-	-	-	11.94	-
SMRC Automotive Modules France SAS - France	-	-	35.16	-	-	-	35.16	-
<b>Administration, Information Technology and Service Charges</b>	-	<b>322.12</b>	<b>127.48</b>	<b>18.74</b>	-	-	<b>127.48</b>	<b>340.86</b>
Mothercon Automotive Technologies and Engineering [A Division of SAMIL] - India	-	-	34.66	32.51	-	-	34.66	32.51
SMRC Automotive Modules France SAS - France	-	-	82.26	-	-	-	82.26	-
<b>Development and testing charges</b>	-	-	<b>116.91</b>	<b>32.51</b>	-	-	<b>116.91</b>	<b>32.51</b>
Mothercon Automotive Technologies and Engineering [A Division of SAMIL] - India	-	-	116.45	8.08	-	-	116.45	8.08
Mothercon Technology Service Limited - India	-	-	5.20	1.67	-	-	5.20	1.67
Systematic Conscorm Limited - India	-	-	6.27	4.16	-	-	6.27	4.16
Mothercon Lease Solutions Limited - India	-	-	1.21	0.54	-	-	1.21	0.54
Mothercon Air Travel Agencies Limited - India	-	-	31.80	14.27	-	-	31.80	14.27
Mothercon Consultancies Services Limited - India	-	-	0.07	1.97	-	-	0.07	1.97
Samvardhana Mothercon Global Carriers Limited - India	-	-	52.59	20.31	-	-	52.59	20.31
SMRC Automotive Interiors Japan Ltd. - Japan	-	-	5.90	-	-	-	5.90	-



**SMRC Automotive Products India Limited**

Notes to financial statements for the year ended 31 March 2024

CIN: U34101MH2013FLC417942

(All amounts are in millions of Indian Rupees, unless otherwise stated)

**b. Details of related party transactions during the year ended March 31, 2024 and March 31, 2023 and balance as at March 31, 2024 and March 31, 2023:**

Particulars	Holding / Ultimate holding company		Fellow subsidiaries/body corporate		Key managerial personnel		Total	
	31 March 2024	31 March 2023	31 March 2024	31 March 2023	31 March 2024	31 March 2023	31 March 2024	31 March 2023
SMRC Automotive Modules France SAS - France	-	-	1.02	-	-	-	1.02	-
Samvardhana Motherson International Limited	0.10	-	-	-	-	-	0.10	-
Matsui Technologies India Ltd - India	-	-	0.10	-	-	-	0.10	-
Anest Iwata Motherson Coating Equipment Private Limited - India	-	-	1.52	-	-	-	1.52	-
Anest Iwata Motherson Pvt. Ltd.	-	-	4.12	-	-	-	4.12	-
<b>Purchase of Services</b>	-	-	<b>226.25</b>	<b>51.00</b>	-	-	<b>226.35</b>	<b>51.00</b>
Yujin SMRC Automotive Techno Corp. - Korea	-	-	-	0.66	-	-	-	0.66
SMRC Automotive Smart Interior Tech (Thailand) Ltd. - Thailand	-	-	-	0.99	-	-	-	0.99
<b>Reimbursement of expenses</b>	-	-	-	<b>1.65</b>	-	-	-	<b>1.65</b>
Short term employee benefit (Including Provident fund paid as employer contribution)	-	-	-	-	16.35	16.81	16.35	16.81
<b>Remuneration to KMP #</b>	-	-	-	-	<b>16.35</b>	<b>16.81</b>	<b>16.35</b>	<b>16.81</b>
Motherson Automotive Technologies and Engineering [A Division of SAMIL] - India	-	-	74.94	14.79	-	-	74.94	14.79
Anest Iwata Motherson Coating Equipment Private Limited - India	-	-	1.72	4.45	-	-	1.72	4.45
Anest Iwata Motherson Pvt. Ltd.	-	-	5.15	-	-	-	5.15	-
Motherson Moulds and Diecasting Ltd	-	-	-	8.09	-	-	-	8.09
Matsui Technologies India Ltd - India	-	-	10.24	-	-	-	10.24	-
Motherson Technology Service Limited - India	-	-	-	10.52	-	-	-	10.52
Samvardhana Motherson Global Carriers Limited - India	-	-	7.86	-	-	-	7.86	-
Systematic Conscom Limited - India	-	-	-	25.08	-	-	-	25.08
<b>Purchase of Capital Goods</b>	-	-	<b>99.91</b>	<b>62.93</b>	-	-	<b>99.91</b>	<b>62.93</b>
SMRC Automotive Holdings Netherlands B.V. - Netherlands (Holding company till 20th March 2024; Fellow subsidiary with effect from 21st March 2024)	-	107.41	-	-	-	-	-	-
<b>Purchase of Intangibles</b>	-	<b>107.41</b>	-	-	-	-	-	<b>107.41</b>

# The remuneration to KMP includes remuneration paid to all the KMPs in the Company. Also, as the future liability for gratuity and leave encashment are provided on an actuarial basis for the Company as a whole, and the amount pertaining to the KMP is not ascertainable and hence not included above.



SMRC Automotive Products India Limited  
Notes to financial statements for the year ended 31 March 2024  
(All amounts are in millions of Indian Rupees, unless otherwise stated)

c. Details of related party transactions during the year ended March 31, 2023 and March 31, 2024 and balance as at March 31, 2023 and March 31, 2024:

Particulars	Holding / Ultimate holding company		Fellow subsidiaries / body corporate		Key managerial personnel		Total	
	31 March 2024	31 March 2023	31 March 2024	31 March 2023	31 March 2024	31 March 2023	31 March 2024	31 March 2023
<b>Balance receivable as at the year end:</b>								
SMRC Automotive Modules France SAS - France	-	-	25.07	2.32	-	-	25.07	2.32
SMRC Automotive Holdings Netherlands B.V. - Netherlands (Holding company till 20th March 2024; fellow subsidiary with effect from 21st March 2024)	-	169.58	73.43	-	-	-	73.43	169.58
SMRC Automotive Smart Interior Tech (Thailand) Ltd. - Thailand	-	-	10.23	0.99	-	-	10.23	0.99
SMRC Automotive Interiors Japan Ltd. - Japan	-	-	4.62	-	-	-	4.62	-
SMRC Fabricação e Comércio de Produtos Automotivos do Brasil Ltda. - Brazil	-	-	9.48	3.14	-	-	9.48	3.14
Yujin SMRC Automotive Techno Corp. - Korea	-	-	3.70	0.66	-	-	3.70	0.66
SMRC Automotive Solutions Slovakia s.r.o. - Slovakia	-	-	7.02	-	-	-	7.02	-
CTM India Limited - India	-	-	0.05	-	-	-	0.05	-
Motherson Automotive Technologies and Engineering [A Division of SAMIL] - India	-	-	197.59	123.13	-	-	197.59	123.13
<b>Total</b>	-	<b>169.58</b>	<b>331.19</b>	<b>130.24</b>	-	-	<b>331.19</b>	<b>299.82</b>
<b>Unbilled Revenue</b>								
SMRC Automotive Interiors Japan Ltd. - Japan	-	-	12.80	6.28	-	-	12.80	6.28
SMRC Automotive Modules France SAS - France	-	-	21.76	20.26	-	-	21.76	20.26
SMRC Automotive Solutions Slovakia s.r.o. - Slovakia	-	-	9.64	8.17	-	-	9.64	8.17
SMRC Automotive Interiors Spain S.L.U. - Spain	-	-	1.10	-	-	-	1.10	-
SMRC Automotive Technology RU LLC - Russia	-	-	0.24	0.24	-	-	0.24	0.24
Samvardhana Motherson Roydel Autotece Morocco SAS - Morocco	-	-	0.19	0.19	-	-	0.19	0.19
SMRC Fabricação e Comércio de Produtos Automotivos do Brasil Ltda. - Brazil	-	-	0.18	-	-	-	0.18	-
Motherson Automotive Technologies and Engineering [A Division of SAMIL] - India	-	-	-	2.79	-	-	-	2.79
<b>Total</b>	-	-	<b>45.91</b>	<b>37.93</b>	-	-	<b>45.91</b>	<b>37.93</b>
<b>Balance payable as at the year end:</b>								
SMRC Automotive Holdings Netherlands B.V. - Netherlands (Holding company till 20th March 2024; fellow subsidiary with effect from 21st March 2024)	-	287.01	167.04	-	-	-	167.04	287.01
SMRC Automotive Modules France SAS - France	-	-	77.19	-	-	-	77.19	-
Samvardhana Motherson Global Management Services - India	-	-	0.16	0.48	-	-	0.16	0.48
SMRC Automotive Interiors Japan Ltd. - Japan	-	-	5.29	-	-	-	5.29	-
Anest Iwata Motherson Coating Equipment Private Limited - India	-	-	0.17	6.21	-	-	0.17	6.21
Anest Iwata Motherson Pvt. Ltd.	-	-	2.20	-	-	-	2.20	-
Motherson Technology Service Limited - India	-	-	14.83	2.71	-	-	14.83	2.71
Samvardhana Motherson Global Carriers Limited - India	-	-	12.09	1.39	-	-	12.09	1.39
Motherson Air Travel Agencies Limited - India	-	-	5.53	1.22	-	-	5.53	1.22
Motherson Sunni Wiring India Limited - India	-	-	0.27	0.66	-	-	0.27	0.66
Motherson Consultants Services Limited - India	-	-	1.23	0.27	-	-	1.23	0.27
Matsui Technologies India Ltd - India	-	-	0.97	0.55	-	-	0.97	0.55
Systematic Conson Limited - India	-	-	15.99	5.29	-	-	15.99	5.29
SMR Automotive Systems India Limited - India	-	-	1.92	-	-	-	1.92	-
Motherson Automotive Technologies and Engineering [A Division of SAMIL] - India	-	-	209.03	102.67	-	-	209.03	102.67
Saddles International Automotive & Aviation Interiors Private Limited - India	-	-	10.00	-	-	-	10.00	-
Motherson Lease Solutions Limited - India	-	-	0.16	-	-	-	0.16	-
<b>Total</b>	-	<b>287.01</b>	<b>524.07</b>	<b>121.45</b>	<b>(0.00)</b>	<b>(0.00)</b>	<b>524.07</b>	<b>408.46</b>
<b>Advance paid to vendors open as on year end:</b>								
CTM India Limited - India	-	-	59.45	3.59	-	-	59.45	3.59
Motherson Moulds and Diecasting Ltd	-	-	25.73	-	-	-	25.73	-
<b>Total</b>	-	-	<b>85.18</b>	<b>3.59</b>	-	-	<b>85.18</b>	<b>3.59</b>

**Terms and conditions of transactions with related parties**

The sales to and purchases from related parties are made on terms equivalent to those that prevail in arm's length transactions. Outstanding balances at the year-end are unsecured and interest free and settlement occurs in cash. There have been no guarantees provided or received for any related party receivables or payables. For the year ended 31 March 2024, the Company has not recorded any impairment of receivables relating to amounts owed by related parties (31 March 2023: Nil). This assessment is undertaken each financial year through examining the financial position of the related party and the market in which the related party operates.



**32 Segment reporting**

The Company primarily operates in the automotive segment. The automotive segment includes all activities related to development, design, manufacture and sale of automotive parts.

As defined in Ind AS 108, the chief operating decision maker (CODM), evaluates the Company's performance, allocates resources based on the analysis of the various performance indicator of the Company as a single unit. Therefore, there is no reportable segment for the Company as per the requirement of Ind AS 108 "Operating Segments".

**Geographical information**

The "Geographical Segments" comprises of domestic sales to customers located in India and overseas sales to customers located outside India.

Particulars	As at 31 March 2024	As at 31 March 2023
<b>Revenue from contract with customers</b>		
- India	6,174.78	5,937.75
- Outside India	96.88	117.63
<b>Total revenue per Statement of profit and loss</b>	<b>6,271.66</b>	<b>6,055.38</b>

**33 Leases****Finance lease commitments:**

Land represents land obtained on finance lease. The lease term is for 99 years and there is no escalation clause in the lease agreement. The lease deed provides for certain restrictions over the usage and subleasing of land, subject to conditions contained therein.

The Company also has certain lease agreements with lease terms of 12 months or less and leases of low value. The Company applies the 'short-term lease' and 'lease of low-value assets' recognition exemptions for these leases.

**Company as lessee**

The Company has lease contracts for various items of building and other equipment used in its operations. Leases of building generally have lease terms between 3 and 5 years, while other equipment generally have lease terms between 7 and 10 years. The Company's obligations under its leases are secured by the lessor's title to the leased assets. Generally, the Company is restricted from assigning and subleasing the leased assets and some contracts require the Company to maintain certain financial ratios.

Set out below are the carrying amounts of right-of-use assets recognised and the movements during the period:

Particulars	Building	Other Equipments	Total
As at 01 April 2022	268.12	0.21	268.33
Additions	-	3.21	3.21
Depreciation Expense	74	0.46	74.74
As at 31 March 2023	<b>193.84</b>	<b>2.96</b>	<b>196.80</b>
As at 01 April 2023	<b>193.84</b>	<b>2.96</b>	<b>196.80</b>
Additions	49.69	1.94	51.63
Depreciation Expense	75.28	1.80	77.08
As at 31 March 2024	<b>168.25</b>	<b>3.10</b>	<b>171.35</b>

Set out below are the carrying amounts of lease liabilities and the movements during the period:

Particulars	Building	Other Equipments	Total
As at 01 April 2022	292.34	0.24	292.58
Additions	-	3.21	3.21
Accretion of Interest	23.79	0.14	23.94
Rental Expense	88.75	0.55	89.30
As at 31 March 2023	<b>227.38</b>	<b>3.04</b>	<b>230.43</b>
As at 01 April 2023	<b>227.38</b>	<b>3.04</b>	<b>230.42</b>
Additions	49.69	1.94	51.63
Accretion of Interest	18.54	0.32	18.86
Rental Expense	98.12	2.03	100.15
As at 31 March 2024	<b>197.49</b>	<b>3.27</b>	<b>200.76</b>
		<b>31 March 2024</b>	<b>31 March 2023</b>
Current		86.45	80.48
Non Current		114.31	149.95
		<b>200.76</b>	<b>230.43</b>

The maturity analysis of lease liabilities is disclosed in Note 38 (C)

The effective interest rate which is the implicit rate used for the determination of the values of right-of-use assets and lease liabilities is considered as 9.35% for lease term of 4 years, 9.3%, for lease term of 5 years and 9.55%, for lease term of 9 years

The following are the amounts recognised in profit or loss:

Particulars	31 March 2024	31 March 2023
Depreciation expense of right-of-use assets	77.08	74.74
Interest expense on lease liabilities	18.86	23.93
Variable lease payments	(100.15)	(89.30)
Total amount recognised in profit & loss	<b>(4.22)</b>	<b>9.37</b>

The Company had total cash outflows for leases of mINR 100.16 in 31 March 2024 (mINR 89.3 lacs in 31 March 2023). The Company also had non-cash additions to right-of-use assets and lease liabilities of mINR 95.94 in 31 March 2024 (mINR 98.67 in 31 March 2023).



**SMRC Automotive Products India Limited**

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

(All amounts are in millions of Indian Rupees, unless otherwise stated)

**34 Information is required to be furnished as per Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006.**

Particulars	As at	As at
	31 March 2024	31 March 2023
The principal amount and interest due thereon remaining unpaid to any supplier as at the end of each accounting year:		
Principal amount due to micro and small enterprises	90.83	75.33
Interest due on above	0.98	0.48
<b>Total</b>	<b>91.81</b>	<b>75.81</b>
The amount of interest paid by the buyer in terms of section 16 of the MSMED Act 2006 along with the amounts of the payment made to the supplier beyond the appointed day during each accounting year.	-	0.35
The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the MSMED Act 2006.	-	-
The amount of interest accrued and remaining unpaid at the end of each accounting year.	1.46	0.48
The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under section 23 of the MSMED Act , 2006	1.46	0.48

**35 Provisions and contingencies**

**a) Contingent liabilities (not provided for)**

Particulars	As at	As at
	31 March 2024	31 March 2023
In respect of Income tax matters**	200.83	200.83
In respect of Stamp duty***	18.08	18.08
<b>Total</b>	<b>218.91</b>	<b>218.91</b>

\*\*

The company has received assessment orders for certain transfer pricing adjustments under section 92CA, disallowances under section 37 and MAT credit under section 115JAA of the Income Tax Act, 1961 for the following financial years:

a) FY 14-15 – Section 92CA adjustments - Upward adjustment amounting to INR 367.23 (tax demand amounting to Rs.187.50), (the Company has paid Rs.130.40 under protest)

b) FY 15-16 – Section 37 disallowances - Upward adjustment amounting to INR 59.19 (tax demand amounting to Rs. 11.58 (the Company has paid Rs. 2.31 under protest)

c) FY 17-18 – Section 115 JAA - Disallowance of MAT credit amounting to INR 1.74

The Company has gone on an appeal and the above matters are pending with Commissioner of Income tax (Appeals). Further, Management is confident of obtaining favourable orders with regard to these matters and accordingly MAT credit will be restored and no demand will arise for FY 17-18.

\*\*\*

The Company has received a show cause notice on January 13, 2022 from the Office of the Collector of Stamp enforcement, Mumbai towards the payment of stamp duty amounting to Rs. 31.57 million pursuant to the Scheme of Arrangement between Visteon Automotive Systems India Private Limited with Visteon Interior Systems India Private Limited dated September 17, 2014. The Company is carrying a 50% of provision (Rs. 13.5) in the books with respect to the same and the remaining exposure has been disclosed as a contingent liability. Management is confident of succeeding in this appeal.

**Other matters**

There are numerous interpretative issues relating to the Supreme Court (SC) judgement on PF dated February 28, 2019. As a matter of caution, the Company has made a provision on a prospective basis from the date of the SC order. The Company will update its provision, on receiving further clarity on the subject.

**b) Capital and other commitments**

Particulars	As at	As at
	31 March 2024	31 March 2023
Estimated amount of contracts remaining to be executed on capital account, net of advances	22.17	19.67
Unspent corporate social responsibility amount in relation to ongoing project	5.42	1.22
<b>Total</b>	<b>27.59</b>	<b>20.89</b>



## 36 Financial instruments by category

## Fair values

Set out below is a comparison, by class, of the carrying amounts and fair value of the Company's financial instruments as of 31 March 2024:

Particulars	Amortised Cost	Financial assets/liabilities at fair value through profit and loss	Total carrying value	Total fair value
<b>Financial assets</b>				
Contract Asset	534.13	-	534.13	534.13
Trade receivables	1,099.02	-	1,099.02	1,099.02
Other financial assets	354.60	-	354.60	354.60
Cash and Cash Equivalent	568.52	-	568.52	568.52
Other bank balances	334.57	-	334.57	334.57
<b>Total</b>	<b>2,890.84</b>	<b>-</b>	<b>2,890.84</b>	<b>2,890.84</b>
<b>Financial liabilities</b>				
Lease liabilities	200.76	-	200.76	200.76
Trade payables	1,929.57	-	1,929.57	1,929.57
Other payables	303.48	-	303.48	303.48
<b>Total</b>	<b>2,433.81</b>	<b>-</b>	<b>2,433.81</b>	<b>2,433.81</b>

Set out below is a comparison, by class, of the carrying amounts and fair value of the Company's financial instruments as of 31 March 2023:

Particulars	Amortised Cost	Financial assets/liabilities at fair value through profit and loss	Total carrying value	Total fair value
<b>Financial assets</b>				
Contract Asset	417.30	-	417.30	417.30
Trade receivables	1,034.06	-	1,034.06	1,034.06
Other financial assets	314.87	-	314.87	314.87
Cash and Cash Equivalent	265.74	-	265.74	265.74
Other bank balances	199.00	-	199.00	199.00
<b>Total</b>	<b>2,230.96</b>	<b>-</b>	<b>2,230.96</b>	<b>2,230.96</b>
<b>Financial liabilities</b>				
Lease liabilities	230.42	-	230.42	230.42
Trade payables	1,675.73	-	1,675.73	1,675.73
Other payables	244.94	-	244.94	244.94
<b>Total</b>	<b>2,151.09</b>	<b>-</b>	<b>2,151.09</b>	<b>2,151.09</b>

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



**Useful lives of depreciable assets**

Management reviews the useful lives of depreciable assets at each reporting date. As at March 31, 2024, the management has assessed that the useful lives represent the expected utility of the assets to the Company. Further, there is no significant change in the useful lives as compared to previous year.

**Provision for inventories**

The factors that the Company considers in determining the allowance for slow moving, obsolete and other non-saleable inventory include estimated shelf life, planned product discontinuances, price changes, ageing of inventory and introduction of competitive new products, to the extent each of these factors impact the Company's business and markets. The Company considers all these factors and adjusts the inventory provision to reflect its actual experience on a periodic basis.

**Taxes**

Deferred Tax Assets are recognised for unused tax losses which has been incurred by the Company during the current and the previous years as per the provisions of Income Tax Act, 1961. These Deferred Tax Assets have been recognised to the extent that it is probable that taxable profits will be available in the future against which such losses can be utilised. Significant Management judgement through the future period taxable profitability analysis is required to determine the amount of deferred tax assets that can be recognised, based upon the likely timing and the level of future taxable profits together with future tax planning strategies.

**Leases - Determining the Lease term of contracts with renewal and termination options - Company as a Lessee**

The Company determines the lease term as the non-cancellable term of the lease, together with any periods covered by an option to extend the lease if it is reasonably certain to be exercised, or any periods covered by an option to terminate the lease, if it is reasonably certain not to be exercised.

The Company applies judgement in evaluating whether it is reasonably certain whether or not to exercise the option to renew or terminate the lease. That is, it considers all relevant factors that create an economic incentive for it to exercise either the renewal or termination.

The Company cannot readily determine the interest rate implicit in the lease, therefore, it uses its incremental borrowing rate (IBR) to measure lease liabilities. The IBR is the rate of interest that the Company would have to pay to borrow.

**Allowance for uncollectible trade receivables**

Trade receivables do not carry interest and are stated at their nominal values as reduced by appropriate allowances for estimated irrecoverable amounts. Estimated irrecoverable amounts are based on the aging of the receivable balances and historical experiences. Individual trade receivables are written off when management deems them not be collectible.

**Estimation of warranty provisions**

The Company provides warranties for general repairs of defects that existed at the time of sale, as required by law. Provisions related to these assurance-type warranties, are recognised as and when the claims if any raised on products sold, or the service provided to the customer and are based on the management experience and expectations. Further, initial recognition is based on historical experience. The initial estimate of warranty-related costs is revised annually if any. During the current year no provision is recognised.





### 37 Significant accounting judgements, estimates and assumptions

The preparation of the Company's financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures, and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

#### Judgements

In the process of applying the Company's accounting policies, management has made the following judgements, which have the most significant effect on the amounts recognised in the financial statements:

#### Estimates and assumptions

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. The Company based its assumptions and estimates on parameters available when the Financial Statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising that are beyond the control of the Company. Such changes are reflected in the assumptions when they occur.

#### Employee benefit plans

The cost of defined benefit gratuity plan and other post-employment benefits are determined using actuarial valuations. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases and mortality rates. Due to the complexities involved in the valuation and its long-term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date.

The parameter most subject to change is the discount rate. In determining the appropriate discount rate for plans operated in India, the management considers the interest rates of government bonds in currencies consistent with the currencies of the post-employment benefit obligation.

The mortality rate is based on publicly available mortality tables for India. Those mortality tables tend to change only at interval in response to demographic changes. Future salary increases and gratuity increases are based on expected future inflation rates for the respective countries.

Further details about gratuity obligations are given in Note 30.

Termination benefits are payable when employment is terminated by the Company before the normal retirement date, or when an employee accepts voluntary redundancy in exchange for these benefits. The Company recognises termination benefits at the earlier of the following dates: (a) when the Company can no longer withdraw the offer of those benefits; and (b) when the Company recognises costs for a restructuring that is within the scope of Ind AS 37 and involves the payment of termination benefits. In the case of an offer made to encourage voluntary redundancy, the termination benefits are measured based on the number of employees expected to accept the offer. Benefits falling due more than 12 months after the end of the reporting period are discounted to present value.

#### Design and engineering revenue recognition based on variable consideration

With respect to the revenue recognition on the basis of variable consideration, specifically where such revenue has been recognised on a POCM basis, the Company performs periodical review of the underlying assumptions in connection with the variable consideration. On an ongoing basis, the Company reviews the assumptions in connection with the estimation of revenue (variable consideration) after taking into the account the developments / improvement of economic situation during significant parts of the year. The Company believes that the assumptions and judgements considered in this process are appropriate and adequate.

#### Provision and contingent liability

On an ongoing basis, Company reviews pending cases, claims by third parties and other contingencies. For contingent losses that are considered probable, an estimated loss is recorded as an accrual in financial statements. Loss Contingencies that are considered possible are not provided for but disclosed as Contingent liabilities in the financial statements. Contingencies the likelihood of which is remote are not disclosed in the financial statements.



**38 Financial instruments risk management objectives and policies**

The Company's principal financial liabilities comprise trade and other payables. The Company's principal financial assets include trade and other receivables, and cash and cash equivalents that derive directly from its operations. The Company does not have derivative transactions.

The Company is exposed to market risk, credit risk and liquidity risk. The Board of Directors reviews and agrees policies for managing each of these risks, which are summarised below:

**(a) Market risk**

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk relevant for the Company is the currency risk.

The sensitivity analysis in the following sections relate to the position as at March 31, 2024 and March 31, 2023.

**Foreign currency risk**

Foreign currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate because of changes in foreign exchange rates. The Company has certain financial assets and financial liabilities in foreign currencies which expose the Company to foreign currency risks. The Company does not take any active steps to hedge the foreign currency exposure since Management believes that there is natural hedge to some extent and balance exposure does not have a significant impact on the Company.

**Foreign currency sensitivity**

The Company does not take any steps to hedge the foreign currency exposure as mentioned above as the Management believes that there is natural hedge to some extent and balance exposure not really having significant impact on the financial health of the Company.

The following tables demonstrate the sensitivity to a reasonably possible change in EUR and USD exchange rates, with all other variables held constant. The impact on the Company's is due to changes in the fair value of monetary assets and liabilities. The Company's exposure to foreign currency changes for all other currencies is not material.

	31 March 2024		31 March 2023	
	Change in exchange rate	Effect on profit before tax	Change in exchange rate	Effect on profit before tax
USD against INR	+5% (5%)	(4.91) 4.91	+5% (5%)	1.01 (1.01)
Euro against INR	+5% (5%)	(1.63) 1.63	+5% (5%)	3.00 (3.00)

**Foreign currency sensitivity**

The company uses the sensitivity rate of 5% when reporting foreign currency risk internally to key management personnel and represents management's assessment of the reasonably possible change in foreign exchange rates. The sensitivity analysis includes only outstanding foreign currency denominated monetary items and adjusts their translation at the period end for a 5% change in foreign currency rates. In the opinion of the management, the sensitivity of increase or decrease against the relevant foreign currencies is not material to the financial statements.



**(b) Credit risk**

Credit risk is the risk that counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The Company is exposed to credit risk from its operating activities (primarily trade receivables) and from its financing activities, including deposits with banks. The Company only deals with parties, that have good credit rating based on Company's internal assessment.

The Company has determined the default event on a financial asset to be when the counterparty fails to make contractual payments when they fall due, which are derived based on the Company's historical information.

To assess whether there is a significant increase in credit risk, the Company compares the risk of a default occurring on the asset as at reporting date with the risk of default as at the date of initial recognition. The Company considers available reasonable and supportive forwarding-looking information which includes the following indicators:

- Actual or expected significant adverse changes in business, financial or economic conditions that are expected to cause a significant change to the debtors ability to meet its obligations.
- Significant changes in the expected performance and behaviour of the debtors, including changes in the payment status of debtors in the Company and changes in the operating results of the debtors.

The Company determined that its financial assets are credit-impaired when:

- There is significant difficulty of the issuer or the debtors
- A breach of contract, such as a default or past due event
- It is becoming probable that the debtors will enter bankruptcy or other financial reorganisation.

An impairment analysis is performed at each reporting date using a provision matrix to measure expected credit losses. The provision rates are based on days past due for groupings of various customer with similar loss patterns. The calculation reflects the probability-weighted outcome, the time value of money and reasonable and supportable information that is available at the reporting date about past events, current conditions and forecasts of future economic conditions. The Company evaluates the concentration of risk with respect to trade receivables and contract assets as low, as its customers are located in several jurisdictions and industries and operate in largely independent markets.

**Financial instruments and cash deposits**

Credit risk on cash and cash equivalents is limited as the Company generally invest in deposits with banks with high credit ratings.

**(c) Liquidity risk**

The Company manages liquidity risk by maintaining adequate reserves, banking facilities and reserve borrowing facilities, by continuously monitoring forecast and actual cash flows, and by matching the maturity profiles of financial assets and liabilities.

**Maturity profile of financial liabilities:**

The table below summarises the maturity profile of the Company's financial liabilities on the reporting date based on contractual undiscounted payments.

Particulars	Less than 1 year	More than 1 year	Total
<b>As at 31 March 2024</b>			
Trade Payables	1,597.08	332.49	1,929.57
Other payables	303.48	-	303.48
Lease liabilities (undiscounted)	86.45	114.31	200.76
	<b>1,987.01</b>	<b>446.80</b>	<b>2,433.82</b>
<b>As at 31 March 2023</b>			
Trade Payables	1,401.91	273.81	1,675.73
Other payables	244.94	-	244.94
Lease liabilities (undiscounted)	80.48	149.95	230.42
	<b>1,727.33</b>	<b>423.76</b>	<b>2,151.09</b>



**39 Capital management**

For the purpose of the Company's capital management, capital includes issued equity capital, securities premium and reserves and surplus attributable to the equity holders of the Company. The primary objective of the Company's capital management is to maximise the shareholder value.

The Company manages its capital structure and makes adjustments in light of changes in economic conditions and the requirements of the financial covenants. The Company monitors capital using a gearing ratio, which is net debt divided by total capital plus net debt. The Company includes within net debt, interest bearing loans and borrowings, less cash and cash equivalents.

Particulars	Note	As at	
		31 March 2024	31 March 2023
Other financial liabilities	14	-	-
Less: Cash and cash equivalents	9	(568.52)	(265.74)
<b>Net debt (A)</b>		<b>(568.52)</b>	<b>(265.74)</b>
<b>Equity attributable to owners of the Company (B)</b>		<b>2,144.48</b>	<b>2,022.74</b>
<b>Capital and net debt - C = (A+B)</b>		<b>1,575.96</b>	<b>1,757.00</b>
<b>Gearing ratio - (A/C)</b>		<b>(36.07%)</b>	<b>(15.12%)</b>

**40 Ratio analysis and its elements**

Ratio	Numerator	Denominator	As at 31 March 2024	As at 31 March 2023	Change
Current ratio	Current Assets	Current Liabilities	1.06	0.98	8.5%
Return on Equity ratio	Net Profits after taxes – Preference Dividend	Average Shareholder's Equity	0.07	0.08	-20.4%
Inventory Turnover ratio	Cost of goods sold	Average Inventory	27.78	23.90	16.3%
Trade Receivable Turnover Ratio	Net credit sales = Gross credit sales - sales return	Average Trade Receivable	6.19	5.97	3.6%
Trade Payable Turnover Ratio	Net credit purchases = Gross credit purchases - purchase return	Average Trade Payables	2.45	2.12	15.6%
Net Capital Turnover Ratio <sup>^</sup>	Net sales = Total sales - sales return	Working capital = Current assets – Current liabilities	33.43	-105.42	-131.7%
Net Profit ratio	Net Profit	Net sales = Total sales - sales return	0.02	0.03	-23.2%
Return on Capital Employed <sup>^^</sup>	Earnings before interest and taxes	Capital Employed = Tangible Net Worth + Total Debt + Deferred Tax Liability	0.07	0.12	-38.7%

**Reason for changes for more than 25% as compared to Previous year**

<sup>^</sup> Change is due to increase in cash which is the result of increase in the advances received from the customers.

<sup>^^</sup> Change is due to increase in the cost during the year as there is an increase in the sale of products with lower margin when compared to the previous year.



**41 Transfer Pricing**

The Company has entered into transactions with related parties during the year. The management confirms that it maintains documents as prescribed by the Income-tax Act, 1961 to prove that these transactions are at arm's length, however, the transfer pricing study is in progress and has not yet been completed. The management believes that the aforesaid legislation will not have any impact on the financial statements, particularly on the amount of tax expense and that of provision for taxation for the year ended 31 March 2024. The management has obtained the Accountant's Report from a Chartered Accountant as required by the relevant provisions of the Income-tax Act, 1961 for the year ended 31 March 2023.

**42 Compliance of Audit Trail Reporting:**

The Company has used three accounting softwares eMpro, ePay and FAMS, for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software, the audit trail feature of software used by the Company to maintain property, plant and equipment records was not enabled until December 26, 2023. Further, during the course of our audit we did not come across any instance of audit trail feature being tampered with in respect of the accounting software's where audit trail has been enabled.

**43 Other Statutory Information**

(a) The Company does not have any Benami property, where any proceeding has been initiated or pending against the Group for holding any Benami property under the Benami Transactions (Prohibition) Act, 1988 and rules made thereunder.

(b) The Company does not have any transactions with companies struck off.

(c) The Company does not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.

(d) The Company have not traded or invested in Crypto currency or Virtual Currency during the financial year.

(e) The Company have not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:

(i) 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

(ii) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries

(f) The Company have not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Group shall:

(i) 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

(ii) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries,

(g) The Company have not any such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961.

**44 Events after the reporting period**

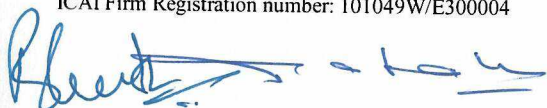
There are no adjusting subsequent events that occurred after the reporting period.

As per our report of even date

**For S. R. Batliboi & Associates LLP**  
**Chartered Accountants**

ICAI Firm Registration number: 101049W/E300004

**For and on behalf of the Board of Directors of**  
**SMRC Automotive Products India Limited**



**per Bharath N S**  
Partner  
Membership No.: 210934  
Place: Chennai  
Date: 24th May, 2024

**Ajay Bahl**  
Director  
DIN : 00946201  
Place: Chennai  
Date: 24th May, 2024



**Amit Bhakri**  
Director  
DIN : 08230325  
Place: Chennai  
Date: 24th May, 2024



**Hari Krishna K S**  
Chief Financial officer  
Place: Chennai  
Date: 24th May, 2024



**Vishwas Jain**  
Company Secretary  
ACS: **F11741**  
Place: Chennai  
Date: 24th May, 2024

