M/s. JSR Dynamics Private Limited

NAGPUR

Financial Statements

For the Financial Year 2021-2022

A B Upadhye & Co

Chartered Accountants

INDEPENDENT AUDITORS' REPORT

To,
The Members of,
JSR DYNAMICS PRIVATE LIMITED.,
Nagpur.

Report on the audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of JSR Dynamics Private Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2022, and the Statement of Profit and Loss, for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information. Statement of Cash Flows has not been prepared as the company is exempted from preparing the same.

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("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, 2022, and its profit for the year then ended on that date.

Basis for opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) 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 (ICAI) together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other information

The Company's Management is responsible for the other information. The other information comprises the information included in the Board's Report including annexure to Board's Report, Business Responsibility Report but does not include the financial statements and our auditor's report thereon.

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

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

Responsibilities of management and those charged with governance for the financial statements

The Company's Management 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 and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate implementation and maintenance of accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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.

The Company's Management 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.

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Report on Other Legal and Regulatory Requirements

1. 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 A, 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, to the extent applicable, that:

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

   b. In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;

   c. The Balance Sheet, Statement of Profit and Loss dealt with by this Report are in agreement with the books of account;

   d. In our opinion, the aforesaid financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

   e. On the basis of the written representation received from the directors as on 31st March, 2022 taken on record by the Board of Directors, none of the directors are disqualified as on 31st March 2022 from being appointed as director in terms of Section 164(2) of the act.

   f. Reporting on Internal Financial Control is not applicable as per MCA notification no.G.S.R.583 (E) dated 13th June, 2017.

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

      i) The company has no pending litigations having impact on its financial position.

      ii) The Company did not have any long-term contracts including derivatives 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.

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iv) (a) The Management has represented, that, to the best of their knowledge and belief, no funds (which are material either individually and in aggregate) 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 or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, 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 their knowledge and belief, no funds (Which are material either individually or in aggregate) have been received by the Company, from any person or entity, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company, shall, 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;

c) Based on the 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 interim dividend declared and paid by the company, during the year and until the date of this report is in accordance with Section 123 of the Act.

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Abhay Upadhye
Proprietor
Membership No. 049354
For and on Behalf of
A B Upadhye & Co.
Chartered Accountants
FRN: 148379W
Nagpur, dated the
18th August, 2022
UDIN : 22049354APKNPO1383

ANNEXURE "A" TO THE INDEPENDENT AUDITORS' REPORT

The annexure referred to in our Independent Auditors' Report to the members of JSR Dynamics Pvt. Ltd., ("the Company") on the financial statements for the year ended 31st March 2022, we report that.

i. In respect of Property, Plant and Equipment

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, including quantitative details and situation of Intangible Assets.

b) In our opinion Property, Plant and Equipment have been physically verified by the management at reasonable intervals. No material discrepancies were noticed on such verification during the year.

c) The company does not have any immovable properties held in its name.

d) The company has not revalued its Property, Plant and Equipment during the year. Therefore, the provisions of Clause (i)(d) of paragraph 3 of the order are not applicable to the company.

e) No proceedings have been initiated or are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder. Therefore, the provisions of Clause (i)(e) of paragraph 3 of the order are not applicable to the company.

ii. In respect of Inventories:

a) The inventories were physically verified during the year by the Management at reasonable intervals. In our opinion, the coverage and procedure of such verification my management is reasonable. There were no material discrepancies noticed on verification between the physical stocks as compared to the book records.

b) At any point of time during the year, the company has not been sanctioned working capital limits in excess of five crore rupees, from banks or financial institutions on the basis of security of current assets. Therefore, the provisions of Clause (ii)(b) of paragraph 3 of the order are not applicable to the company.

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Chartered Accountants
FRN 148379W

iii. The company has not made investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured to any companies, firms, limited liability partnerships or any other parties, accordingly clause (iii)(a), (iii)(b), (iii)(c), (iii)(d), (iii)(e) and (iii)(f) are not applicable to the company.

iv. According to the Information and explanation given to us, the Company has not granted any loans, secured and unsecured to its directors, therefore there is no need of compliance with the provisions of section 185 of the Companies Act, 2013. In respect of Investments, guarantee or security, the provisions enumerated under section 186 have been complied with.

v. The Company has not accepted any deposits from public within the meaning of sections 73 to 76 or any other relevant provision of the Companies Act and the rules framed there under, where applicable. Therefore, the said clause is not applicable to the Company.

vi. The Central Government of India has not prescribed maintenance of cost records under sub section (1) of section 148 of the Companies Act for any of the products of the company. Therefore, the provisions of Clause (vi) of paragraph 3 of the order are not applicable to the Company.

vii. In respect of statutory dues:

a) The Company is generally regular in depositing with appropriate authorities undisputed statutory dues including provident fund, employees state Insurance, income tax, sales tax, Value added tax, goods and service tax, service tax, custom duty, excise duty, cess and other statutory dues with the appropriate authorities to the extent applicable to it. There are no undisputed amounts payables in respect of the aforesaid dues as on 31st March 22 for a period more than six months from the date of becoming payable, except for Profession Tax. Details are as follows :

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Name of the Statute	Nature of the Dues	Amount ₹	Period to which the amount relates	Due Date	Date of Payment	Remarks
The Maharashtra State Tax on Profession, Trades, Callings and Employments Act, 1975	Profession Tax	83,200	2021-22	The last date of the month to which the return relates.	01.06.2022	
The Maharashtra State Tax on Profession, Trades, Callings and Employments Act, 1975	Profession Tax	46,400	2020-21	31.03.2021	01.06.2022	
The Maharashtra State Tax on Profession, Trades, Callings and Employments Act, 1975	Profession Tax	6,800	2019-2020	31.03.2020	31.05.2022	

b) There are no dues of goods and service tax, sales tax, wealth tax, custom duty, excise duty, and cess which have not been deposited on account of any dispute.

viii. According to the information and explanations given to us and on the basis of examination of records of the Company, the Company has not surrendered or disclosed any transaction, previously unrecorded as income in the books of accounts, in the tax assessments under the Income tax act, 1961 as income during the year.

ix. In our opinion and according to information and explanation given to us –

a) The Company has not defaulted in repayment of dues to any financial institutions or bank as at Balance sheet date.

b) The company has not been declared a wilful defaulter by any bank or financial institution or other lender.

c) The loans were applied for the purpose for which the loans were obtained.

d) There are no funds raised on short term basis which have been utilised for long term purposes.

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e) The company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures.

f) The company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies.

x. In our opinion and according to information and explanation given to us –

a) The Company has not raised money by way of initial public offer or further public offer (including debt instruments). Therefore, the provisions of Clause (x)(a) of paragraph 3 of the order are not applicable to the Company.

b) The company has made or private placement of shares and optionally convertible debentures during the year. The company has duly complied with section 42 of the Act and Rule 14 of the Companies (Share Capital & Debenture) Rules, 2014. The company has also duly complied with section 62 of the Act and Rule 13 of the Companies (Share Capital & Debenture) Rules, 2014 and the funds raised have been used for the purpose for which the funds were raised.

xi. In our opinion and according to information and explanation given to us -

a) We have not noticed any case of fraud by the company or any fraud on the Company by its officers or employees during the year. The management has also not reported any case of fraud during the year. Therefore, the provisions of clause (xi)(b) of paragraph 3 of the order are not applicable & being a private limited company clause (xi)(b) of paragraph 3 of the order are not applicable.

xii. The company is not a Nidhi Company. Therefore, the provisions of Clause (xii) of paragraph 3 of the order are not applicable to the Company.

xiii. As per the information and explanations received to us all transactions with the related parties are in compliance with sections 177 and 188 of Companies Act where applicable, and the details have been disclosed in the financial statements, etc., as required by the applicable accounting standards. Identification of related parties were made and provided by the management of the company.

xiv. The company is not covered by section 138 of the Companies Act, 2013, related to appointment of internal auditor of the company. Therefore, the company is not required to appointed any internal auditor. Therefore, the provisions of Clause (xiv) of paragraph 3 of the order are not applicable to the Company.

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xv. The Company has not entered into any non-cash transactions with directors or persons connected with him for the year under review. Therefore, the provisions of Clause (xv) of pāragraph 3 of the order are not applicable to the Company.

xvi. In our opinion and according to information and explanation given to us -

a) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.
b) The company has not conducted any Non-Banking Financial or Housing Finance activities during the year.
c) The company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India.
d) As per the information and explanations received, the group does not have any CIC as part of the group.

xvii. The company has not incurred cash loss in current financial year however company has incurred cash loss in Immediately preceding financial year.

xviii. There has been no resignation of the statutory auditors during the year.

xix. On the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements, and according to our knowledge of the Board of Directors and management plans, we are of the opinion that no material uncertainty exists as on the date of the audit report that company is capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date.

xx. Provisions of section 135 of the Companies Act are not applicable to the company. Therefore, the provisions of Clause (xx) of paragraph 3 of the order are not applicable to the Company.

xxi. The presented financial statements are standalone financial statements. Therefore, the provisions of Clause (xxi) of paragraph 3 of the order are not applicable to the Company.

Abhay Upadhye
Proprietor
Membership No. 049354
For and on Behalf of
A B Upadhye & Co.
Chartered Accountants
FRN: 0148379W
Nagpur, dated the
18th August, 2022
UDIN : 22049354APKNPO1383

A B UPADHYE & Co.
Chartered Accountants
FRN 148379W

JSR DYNAMICS PVT. LTD.
Balance Sheet As At 31st March 2022

(Amount in ` '000)

	Particulars	Note No.	As At 31st March 2022	As At 31st March 2021
I.	**EQUITY AND LIABILITIES**			
1	**SHAREHOLDERS FUND**			
	(a) Share capital	2	20,000.00	100.00
	(b) Reserves & surplus	3	(5,360.53)	(3,268.29)
			14,639.47	**(3,168.29)**
2	**NON-CURRENT LIABILITIES**			
	(a) Long term borrowings	4	4,44,854.25	1,97,324.97
	(b) Deferred Tax Liabilities (Net)	5	4,135.43	-
			4,48,989.68	**1,97,324.97**
3	**CURRENT LIABILITIES**			
	(a) Short Term Borrowings	6	238.75	217.63
	(b) Trade payables			
	A) Total outstanding dues of micro enterprises and small enterprises	7	-	-
	B) Total outstanding dues of creditors other than micro enterprises and small enterprises	7	76,624.85	8,339.72
	(c) Other current liabilities	8	6,11,980.97	16,956.39
			6,88,844.57	**25,513.73**
	TOTAL		**11,52,473.72**	**2,19,670.41**
II.	**ASSETS**			
1	**NON-CURRENT ASSETS**			
	(a) Property, Plant & Equipment and Intangible assets			
	Property Plant & Equipment	9	2,49,233.86	17,255.23
	Intangible assets	9	32,248.45	6,499.14
	Capital Work-in-progress	9	-	65,874.04
	Expenditure during pre construction period	10	-	32,908.95
	(b) Non-current Investments			
	(c) Long-term loans and advances	11	26,027.79	13,242.57
	(d) Deferred Tax Assets (Net)			-
			3,07,510.10	**1,35,779.93**
2	**CURRENT ASSETS**			
	(a) Inventories	12	3,47,691.34	16,684.44
	(b) Cash and cash equivalents	13	2,52,569.78	48,443.98
	(c) Short-term loans and advances	14	2,43,691.31	18,762.07
	(d) Other current assets	15	1,011.18	-
			8,44,963.62	**83,890.48**
	Contingent Liabilities & Commitments			
	Significant Accounting Policies	1		
	TOTAL		**11,52,473.72**	**2,19,670.41**

As per our report attached

A B UPADHYE & Co.
Chartered Accountants
FRN 148379W

Abhay Upadhye

Proprietor

Membership No. 049354
For & on behalf of
A B Upadhye & Co
Chartered Accountants
FRN No. 148379W
UDIN : 22049354APKNPD1383
Nagpur, Dated the
18th August 2022

For & on behalf of the Board

Air Marshal Shirish Baban Deo (Retd.)	**Prafulla Kashinath Kale**
Chairman & Managing Director	Director
DIN: 08315155	DIN: 00073775

Sonali Ramesh Awari
Membership No. A58158
Company Secretary

JSR DYNAMICS PVT. LTD.
Statement Of Profit and Loss for the year ended 31st March 2022

(Amount In ' '000)

	Particulars	Note No.	For Year Ended 31st March 2022	For Year Ended 31st March 2021
	Revenue :			
I.	Revenue from Operations		-	-
II.	Other income	17	11,474.15	585.94
III.	**Total Revenue**		**11,474.15**	**585.94**
IV.	**Expenses:**			
	Cost of materials consumed	18	21,009.16	-
	(Increase)/ decrease in inventories of finished goods, work-in-progress and traded goods	19	(36,788.38)	-
	Employee benefits expense	20	7,857.01	135.16
	Finance costs	21	1,452.25	85.57
	Depreciation and amortization expense	9	8,484.79	-
	Other expenses	22	7,416.13	3,145.30
V.	**Total expenses**		**9,430.96**	**3,366.03**
VI.	**Profit before exceptional items and tax**		2,043.18	(2,780.09)
VII.	Prior Period Expenses		-	-
VIII.	**Profit before tax**		2,043.18	(2,780.09)
IX.	**Tax expense:**			
	(1) Current tax		-	-
	(2) Deferred tax		4,135.43	-
X.	**Profit (Loss) for the period**		(2,092.24)	(2,780.09)
XI.	Earnings per equity share:			
	(1) Basic	23	(1.05)	(278.01)
	(2) Diluted		(1.05)	(278.01)

As per our report attached

Abhay Upadhye

Proprietor

A B UPADHYE & Co. Chartered Accountants FRN 148379W

Membership No. 049354

For & on behalf of
A B Upadhye & Co
Chartered Accountants
FRN No. 148379W
UDIN : 22049354APKNPO1383
Nagpur, Dated the
18th August 2022

For & on behalf of the Board

Air Marshal Shirish Baban Deo (Retd.)
Chairman & Managing Director
DIN: 08315155

Prafulla Kashinath Kale
Director
DIN: 00073775

Sonali Ramesh Awari
Membership No. A58158
Company Secretory

JSR DYNAMICS PRIVATE LIMITED
Notes forming a part of Financial Statements

Note 1: Significant Accounting Policies

I. BUSINESS OVERVIEW:

The company is engaged in the business of dealing, developing, promoting, selling, reselling, marketing, and maintaining the hardware and software, gliders, micro lights, land, sea, vehicles, and airplanes, aerospace, software & electronics, control systems, civil aerospace activity, and civil aerospace, artificial intelligence, related products, and robotics providing training and training equipments.

II. SIGNIFICANT ACCOUNTING POLICIES:

A. BASIS OF PREPARATION OF FINANCIAL STATEMENTS

The Financial Statements have been prepared in accordance with the generally accepted accounting principles in India under the historical cost convention on accrual basis. These financial statements have been prepared to comply in all material aspects with the accounting standards notified under Section 133 read with Rule 7 to Companies (Accounts) Rules, 2014 and the other relevant provisions of the Companies Act, 2013.

All assets and liabilities have been classified as current or non-current as per company's normal operating cycle and other criteria set out in the Schedule III to Companies Act, 2013. Based on the nature of products and the time between the acquisition of assets for procession and their realization in cash and cash equivalents, the company has ascertained its operating cycle as 12 months for the purpose of current – non-current classification of assets and liabilities.

B. USE OF ESTIMATES

The preparation of financial statements requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognized in the period in which the results are known/materialized.

C. FIXED ASSETS – TANGIBLE

Fixed assets are stated at cost of acquisition and subsequent improvement thereto including Freight, Duties, Taxes and other incidental expenses related to acquisition and installation.

D. FIXED ASSETS – INTANGIBLE

Assets identified as Intangible assets are stated at cost including incidental expenses thereto, and are amortized over a predetermined period.

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E. INVENTORY:

Items of inventory are valued as cost or het realizable value whichever is lower

F. DEPRECIATION:

Depreciation on tangible assets is provided on Written Down Value Method over the useful lives of assets as prescribed under Schedule II of the Companies Act, 2013. Depreciation and amortization methods, useful lives and residual values are reviewed periodically, at each financial year end. Depreciation on intangible Assets are provided as per Accounting Standard 26 "Intangible Assets" issued by ICAI.

G. REVENUE RECOGNITION

There is no revenue generation during the period as the company is yet to start its operations.

H. EMPLOYEE BENEFITS / RETIREMENT BENEFITS:

Retirement benefits like gratuity, leave encashment etc. are not provided by the management as it is under no obligation to do so.

I. TAXATION:

Provision for Current Tax is made after taking into consideration benefits admissible under the provisions of the Income Tax Act, 1961.

Deferred tax resulting from the "timing difference" between book and taxable profits is accounted for using the tax rates and laws that have been enacted or substantively enacted as on the balance sheet date. The deferred tax asset is recognized and carried forward only to the extent that there is a reasonable certainty that the assets will be realized in the future.

J. PROVISIONS AND CONTINGENCIES:

The company creates a provision when there is a present obligation as a result of past events that probably requires an outflow of resources and a reliable estimate can be made of the amount of obligation. A disclosure for a contingent liability is made, where there is a possible obligation or a present obligation that probably will not require an outflow of resources or where a reliable estimate of the obligation cannot be made.

K. PRE OPERATIVE (CONSTRUCTION) PERIOD EXPENSES:

Administration & Other general overhead expenses have been excluded from the cost of tangible fixed asset if they do not relate to specific tangible fixed asset. Expenses which are specifically attributable to construction of a project or to the acquisition of a tangible fixed asset or bringing it to its working condition, have been included as a part of the cost of the project or as a part of the cost of the tangible fixed asset.

The expenditure incurred on start-up and commissioning of the project, including the expenditure incurred on test runs and experimental production is capitalized under the head Expenditure during pre-construction period expenses.

A B UPADHYE & Co. Chartered Accountants FRN 148379W

JSR DYNAMICS PRIVATE LIMITED
Notes forming a part of Financial Statements

Note 25 - Payable for Capital Goods are subject to confirmations, reconciliation and adjustments as the project is yet to complete as on Balance sheet date.

Note 26- Information on Related Parties as required by Accounting Standard AS-18 "Related Party Disclosure" as under:-

a. **Name of the Related Parties and Relationships**:-

i. Air Marshal Shirish Baban Deo (Retd.) - Managing Director (From 01.08.2019)

ii. Mrs. Anjna Deo – Director (From 27.12.2018)

iii. Mr. Gautam Satish Kale – Director (From 01.07.2019)

iv. Mr. Kartik Prafulla Kale – Relative of the Director

v. Mr. Prafulla Kashinath Kale – Director (From 01.07.2019)

vi. Mr. Rohit Satish Kale – Relative of the Director

vii. Mr. Mahesh Panwar – Director (From 19.09.2020)

viii. Mr. Dhananjay Chandrakant Vartak - Director (From 01.07.2019)

A B UPADHYE & Co. Chartered Accountants FRN 148379W

b. **Transaction during the year with Related Parties :- (₹ in Thousands)**

Sr No.	Name of the Related Parties	Nature of Transactions	Balance as on 31st March 2022	Amount Taken	Amount Paid	Balance as on 31st March 2021
1.	Air Marshal Shirish Baban Deo (Retd.)	Loans	14.42	562.51	772.80	224.71 Cr
		Remuneration			10,098.35	
2.	Mrs. Anjna Deo	Loans	2	Nil	Nil	2 Cr
		Remuneration			4,993.28	
3.	Mr. Gautam Satish Kale	Loans	13,401.65	7,348.04	10,572.33	16,625.95 Cr
4.	Mr. Kartik Prafulla Kale	Loans	13,401.65	1,072.87	4,297.17	16,625.95 Cr
5.	Mr. Prafulla Kashinath Kale	Loans	13,401.65	1,053.52	4,277.82	16,625.95 Cr
6.	Mr. Rohit Satish Kale	Loans	13,401.65	1,053.52	4,277.82	16,625.95 Cr
7	Mr Mahesh Panwar	Loans	63,430.92	93,940.92	30,510	70,000 Cr
8	Mr Chandra Prakash Panwar	Loans	12,487.69	57,487.69	45,000	45,000 Cr
9	Mr Narayan Singh Panwar	Loans	15,194.96	17,194.96	2,000	15,000 Cr
10	Jaika Automobiles & Finance Pvt Ltd	Capital Advance	3,613.82 Dr	Nil	3,926.45 Dr	Nil
11	Shublaxmi Ispat Pvt Ltd	Trade Advance	2,373.85 Dr			

Note 27 – The figures have been regrouped and rearranged wherever found necessary.

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JSR DYNAMICS PVT. LTD.
Notes to the Financial Statements

Note 2 - Share Capital

(Amount in ₹ '000)

2.1

Particulars	As at 31st March 2022		As at 31st March 2021	
	Number	Value	Number	Value
Authorised Equity Shares of ₹ 10 each	20,00,000	20,000	1,00,000	1,000
Issued Equity Shares of ₹ 10 each	20,00,000	20,000	10,000	100
Subscribed & Paid up Equity Shares of ₹ 10 each fully paid	20,00,000	20,000	10,000	100
Total	**20,00,000**	**20,000**	**10,000**	**100**

2.2 Reconciliation of number of shares outstanding at the beginning and at the end of reporting period

Particulars	As at 31st March 2022		As at 31st March 2021	
	Number	Value	Number	Value
At the beginning of the period	10,000	100	10,000	100
Add : Shares issued during the period	19,90,000	19,900	-	-
At the end of reporting period	**20,00,000**	**20,000**	**10,000**	**100**

2.3 Terms of equity shares -

a) The company has only one class of shares referred to as equity shares having a par value of Rs. 10 each ranking pari passu in all respect with the Existing Equity Shares of the Company.

b) Each holder of equity shares is entitled to one vote per share.
c) The company declares and pays dividend in Indian rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing annual general meeting. Dividend Rights of Share Holders - As per the number of shares held ranking paripassu in all respects.
d) The company has issued 1990000 shares during the year at a price of Rs 10 per share
e) In the event of liquidation of the company, the holders of equity shares will be entitled to receive any of the remaining assets of the company, after distribution of all preferential amounts. However no such preferential amounts exists currently. The distribution will be in proportion to the number of equity shares held by the shareholders.
f) No Shares are issued during the year in consideration other than cash.

2.4 Name and number of shares held by shareholders holding more than 5% shares

Name of shareholder	As at 31st March 2022		As at 31st March 2021	
	Number of shares held	% holding	Number of shares held	% holding
Equity Shares				
Air Marshal Shirish Baban Deo	11,36,826	56.84%	7,400	74.00%
Mrs Anjna Deo	5,174	0.26%	2,600	26.00%
Gautam Kale	1,62,000	8.10%	-	0.00%
Kartik Kale	1,62,000	8.10%	-	0.00%
Prafulla Kale	1,62,000	8.10%	-	0.00%
Rohit Kale	1,62,000	8.10%	-	0.00%
Mahesh Panwar	2,00,000	10.00%	-	0.00%
Maharashtra Defence & Aerospace Venture Fund	10,000	0.50%	-	0.00%
	20,00,000	**100%**	**10,000**	**100%**

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Notes to the Financial Statements

Note 3 - Reserves & surplus

3.1 Particulars	As At 31st March 2022 ₹	As At 31st March 2021 ₹
Balance at the beginning of the year	(3,268.29)	(488.20)
Add : Transfer from statement of profit and loss	(2,092.24)	(2,780.09)
Balance at the end of the year	(5,360.53)	(3,268.29)
Total	(5,360.53)	(3,268.29)

Note 4 - Long term borrowings

4.1 Particulars	As At 31st March 2022 ₹	As At 31st March 2021 ₹
Secured		
HDFC Bank Car Loan	354.77	594.46
Unsecured Loans from Directors & Relatives :		
Anjana Shirish Deo	2.00	2.00
Shirish Baban Deo	77.29	224.71
Gautam Satish Kale	13,401.65	16,625.95
Kartik Prafulla Kale	13,401.65	16,625.95
Prafulla Kashinath Kale	13,401.65	16,625.95
Rohit Satish Kale	13,401.65	16,625.95
Panwar Family.	-	1,30,000.00
Mahesh Panwar	63,430.92	-
Chandra Prakash Panwar	12,487.70	-
Narayan Singh Panwar	15,194.96	-
Debentures:		
MDAVE DEBENTURES	2,99,700.00	
Total	4,44,854.25	1,97,324.97

4.2 1) Vehicle Loan has been availed from HDFC Bank of ₹ 11.32 Lacs
2) Rate of Interest on Vehicle Loan is 9.30% p.a
Repayment will be done as follows :

Particulars	Amount
Repayment in 2022-23	238.75
Repayment in 2023-24	261.93
Repayment in 2024-25	92.84
Total	593.52

Note 5 - Deffered Tax Liabilities (Net)

5.1 Particulars	As At 31st March 2022 ₹	As At 31st March 2021 ₹
Deferred Tax Liabilities / (Assets)		
Depreciation		
WDV as per Companies Act	2,81,482.31	
WDV as per Income Tax Act	2,65,440.42	-
Difference in WDV as per Companies Act and Income Tax Act	16,041.89	-
Enacted IT Rate	0.26	-
Deferred Tax Liabilities / (Assets)	4,170.89	-
Disallowances under Income Tax Act		
Disallowances under Income Tax Act	136.40	-
Enacted IT Rate	0.26	
Deferred Tax Liabilities (Assets)	(35.46)	-
Closing DTL\(DTA)	4,135.43	-
Total Opening DTL\(DTA)		
Total Closing DTL\(DTA)	4,135.43	
DTL\(DTA) charged to Statement of Profit and Loss	4,135.43	

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Note 6 - Short term borrowings

6.1	Particulars	As At 31st March 2022 ₹	As At 31st March 2021 ₹
	Secured		
	Loans from Banks		
	Current Maturities of Vehicle Loan	238.75	217.63
	Total	**238.75**	**217.63**

Note 7- Trade Payables

7.1	Particulars	As At 31st March 2022 ₹	As At 31st March 2021 ₹
	Trade payable		
	Due To Micro and Small & Medium Enterprises		
	Due To Other Creditors	76,624.85	8,339.72
	Total	**76,624.85**	**8,339.72**

Trade Payables Ageing as on 31st March 2022 :

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 years	2-3 Years	More than 3 years	
MSME	-	-	-	-	-
Others	70,266.62	4,500.00	1,858.23	-	76,624.85
Disputed Dues - MSME	-	-	-	-	-
Disputed Dues - Others	-	-	-	-	-
Total	**70,266.62**	**4,500.00**	**1,858.23**	-	**76,624.85**

Trade Payables Ageing as on 31st March 2021 :

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 years	2-3 Years	More than 3 years	
MSME	-	-	-	-	-
Others	6,147.00	2,192.72	-	-	8,339.72
Disputed Dues - MSME	-	-	-	-	-
Disputed Dues - Others	-	-	-	-	-
Total	**6,147.00**	**2,192.72**	-	-	**8,339.72**

Note 8 - Other current liabilities

8.1	Particulars	As At 31st March 2022 ₹	As At 31st March 2021 ₹
	Advance From Customer :		
	Bharat Electronics Limited	5,99,999.98	-
	Statutory Dues	1,450.15	2,495.57
	Other Current Liabilities	378.09	734.93
	Provision for Expenses	3,161.48	-
	Security Deposit	-	326.15
	Payable for Capital Goods	6,991.28	13,399.74
	Total	**6,11,980.97**	**16,956.39**

8.2 **Statutory dues Includes the following :**

TDS Payable	1,170.37	2,442.37
ESIC Payable	6.59	-
PF Payable	136.79	-
Professional Tax Payable	136.40	53.20
Total	**1,450.15**	**2,495.57**

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Note 9 - Fixed Assets

(Amount In ₹ '000)

Sr.No.	Name of fixed assets	Gross Block					Depreciation						Net block as at 31.03.2022	Net block as at 31.03.2021
		As at 01.04.2021	Additions	Allocation of CWIP	Adjustment relating to earlier years	As at 31.03.2022	As at 01.04.2021	Depreciation upto 31.01.2022	Depreciation for the remaining period	Depreciation relating to earlier years	Disposals	As at 31.03.2022		
1)	**Tangible Assets**													
(a)	Buildings	-	38,268	38,564	8,560	85,392	-	926	671	222	-	1,819	83,573	-
(b)	Plant & Machinery	497	77,811	58,535	(247)	1,36,997	54	444	4,009	(47)	-	4,460	1,32,537	442.69
(c)	Furniture & Fixtures	8,346	2,218	-	(7,007)	3,557	225	517	149	(126)	-	765	2,792	8,121.52
(d)	Vehicles	2,056	-	-	-	2,056	947	289	103	-	-	1,339	717	1,109.03
(e)	Office. Equipment	2,021	667	-	(1,307)	1,382	194	317	101	(49)	-	563	819	1,827.72
(f)	Computers & Peripherals	5,637	2,371	-	-	8,008	2,163	1,872	627	-	-	4,660	3,348	3,474.25
(g)	Electrical Installations	2,554	12,625	12,810	-	27,990	274	1,095	1,172	-	-	2,541	25,449	2,280.02
	Sub Total (A)	21,111	1,33,961	1,10,309	-	2,65,362	3,856	5,460	6,832	-	-	16,148	2,49,234	17,255.23
2)	**Intangible Assets**													
(a)	Computer Software	7,422	31,470	-	-	38,892	923	4,068	1,653	-	-	6,644	32,248	6,499.14
	Sub Total (B)	7,422	31,470	-	-	38,892	923	4,068	1,653	-	-	6,644	32,248	6,499.14
3)	**Capital work in progress**													
	Building	10,325	-	-	(10,325)	-	-	-	-	-	-	-	-	10,324.85
	Electrical Installations	5,388	-	-	(5,388)	-	-	-	-	-	-	-	-	5,387.82
	Plant & Machinery	50,161	-	-	(50,161)	-	-	-	-	-	-	-	-	50,161.37
	Sub Total (C)	65,874	-	-	(65,874)	-	-	-	-	-	-	-	-	65,874.04
	TOTAL (A+B+C)	94,407	1,65,431	1,10,309	(65,874)	3,04,274	4,779	9,528	8,485	-	-	22,791	2,81,482	89,628.41
	Previous Year's	28,188	90,527	-	-	1,10,715	762	-	4,017	-	-	4,779	1,05,936	19,425.57

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Note 10 - Expenditure During Pre Construction Period

	Particulars	As At 31st March 2022 ₹	As At 31st March 2021 ₹
10.1	**Opening Balance**	32,908.95	9,625.20
	Expenditure During Pre Construction period		
	Purchases	-	173.38
	Job Work	199.25	-
	Transport Expense	225.76	356.30
	Salary & Wages	25,456.87	13,744.95
	Contribution to PF & other Funds	259.96	-
	Staff Welfare Expense	396.92	-
	Electricity Charges	3,558.01	353.32
	Travelling Expense	2,509.47	1,730.90
	Fuel Charges	310.39	211.80
	Bank Charges	28,201.34	-
	Training Expenses	45.00	-
	Business Promotion Expense	1,570.94	-
	Professional Fees & Charges	6,061.42	1,597.17
	Legal Expenses	40.88	9.46
	Communication Expenses	255.60	184.18
	Insurance Expenses	211.09	-
	Rent Expenses	3,171.50	352.00
	Licence & Subscription fees	1,295.73	-
	Office Expenses	533.89	815.80
	Water Expenses	63.24	4.97
	Security Expenses	605.11	-
	Interest Charges	7,084.75	-
	Depreciation	9,527.75	4,016.80
	Repairs & Maintainance	122.26	109.75
		91,707.11	**23,660.78**
	Less : Allocated to Fixed Assets	1,24,616.06	
	Less : Transfer to opening stock	-	377.02
	Total	-	**32,908.95**

Note 11 - Long term loans and advances

	Particulars	As At 31st March 2022 ₹	As At 31st March 2021 ₹
11.1	**Unsecured, considered good**		
	Capital Advances	26,027.79	13,242.57
	Total	**26,027.79**	**13,242.57**

Note 12 - Inventories

	Particulars	As At 31st March 2022 Amount ₹	As At 31st March 2021 Amount ₹
12.1	Finished Goods		
	Work-in-progress	36,788.38	-
	Raw materials	3,10,902.96	16,684.44
	Traded goods		-
	Raw Material In Transit		
	Total	**3,47,691.34**	**16,684.44**

Note 13 - Cash & Cash equivalents

	Particulars	As At 31st March 2022 ₹	As At 31st March 2021 ₹
13.1	**Balances :**		
	Cash	31.83	554.92
	Balances with Banks	13,158.18	5,089.06
	Fixed Deposit with Bank (Maturity within 12 months)	2,39,379.77	42,800.00
	Total	**2,52,569.78**	**48,443.98**

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Note 14 - Short term loans and advances

14.1	Particulars	As At 31st March 2022 ₹	As At 31st March 2021 ₹
	Interest receivable on FDR	7,495.88	339.51
	Trade Advances	1,54,574.63	-
	Balance with statutory authorities	80,742.86	17,532.55
	Advances to Employees	55.75	70.00
	Security Deposits	822.20	820.00
	Total	**2,43,691.31**	**18,762.07**

Note 15 - Other current asset

15.1	Particulars	As At 31st March 2022 ₹	As At 31st March 2021 ₹
	Other current assets		
	Prepaid Insurance	971.78	-
	Other Prepaid Expenses	39.40	-
	Total	**1,011.18**	-

Note 16 - Contingent Liabilities and Commitments

16.1	Particulars	As At 31st March 2022 Amount ₹	As At 31st March 2021 Amount ₹
	(to the extent not provided for)		
	Contingent Liabilities:-		
	Commitments		
	Estimated amount of contracts remaining to be executed on capital account		
			-

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Note 17 - Other Income

17.1

Particulars	For Year Ended 31st March 2022 ₹	For Year Ended 31st March 2021 ₹
Scrap Sale	53.26	-
Foreign exchange gain	342.77	-
Interest Income earned on:		
Fixed Deposits	11,078.12	531.01
Investments	-	53.47
Income tax Refund	-	1.46
Total	**11,474.15**	**585.94**

Note 18 - Cost of materials consumed

18.1

Particulars	For Year Ended 31st March 2022 ₹	For Year Ended 31st March 2021 ₹
In case of manufacturing companies		
Purchases		
Opening stock: Raw Material	16,684.44	-
Add : Purchases during the year	3,15,227.68	-
Less : Closing stock of Raw Material	3,10,902.96	-
Cost of material consumed	**21,009.16**	**-**

Note 19 - (Increase)/ decrease in inventories of finished goods, work-in-progress and traded goods

19.1

Particulars	For Year Ended 31st March 2022 Amount ₹	For Year Ended 31st March 2021 Amount ₹
Inventories at the end of the year:		-
Finished goods		
Work in process	36,788.38	-
	36,788.38	-
Inventories at the beginning of the year:		
Finished goods	-	-
Work in process	-	-
	-	-
(Increase)/ decrease	**(36,788.38)**	**-**

Note 20 - Employee benefits expense

20.1

Particulars	For Year Ended 31st March 2022 ₹	For Year Ended 31st March 2021 ₹
Salaries, wages & bonus	7,437.03	-
Contribution to ESIC	4.21	-
Contribution to Provident Fund	139.95	-
Staff welfare expenses	275.83	135.16
Total	**7,857.01**	**135.16**

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Note 21 - Finance Costs

21.1

Particulars	For Year Ended 31st March 2022 ₹	For Year Ended 31st March 2021 ₹
Interest on Car loan	66.03	85.57
Other Interest	1,386.22	-
Total	**1,452.25**	**85.57**

Note 22 - Other Expenses

22.1

Particulars	For Year Ended 31st March 2022 ₹	For Year Ended 31st March 2021 ₹
Other Manufacturing Expenses		
Consumables, stores and spare parts	-	-
Power and fuel	-	-
Labour Charges	-	-
Transport Charges	51.18	-
Telephone Charges	0.77	-
Electricity Charges	564.59	-
Water charges	20.26	-
Testing Charges	5.80	-
Rent expense	62.00	-
Sub Total	**704.60**	**-**
Administration Expenses		
Rent and Hire Charges	540.00	2,303.20
Payment to auditors (Refer note below)	100.00	100.00
Legal and professional fees	2,045.00	
Donations	603.00	
Fuel Expenses	76.35	104.56
Property Tax	35.28	
Conveyance Expenses	-	30.71
Travelling Expense	1,099.80	
Repairs and Maintenance	42.05	58.93
Business Promotion Expense	194.75	-
Bank charges.	66.64	14.69
Office Expense	579.79	
Late Fees	289.68	
License & Subscription	128.84	152.69
Miscellaneous Expenses	166.96	172.65
Communication Expenses	16.01	-
Printing and stationery	174.16	47.90
Electricity Expense	155.28	130.49
Security Expense	185.82	-
Water Expense	1.58	-
Insurance Expense	210.55	29.48
Total	**7,416.13**	**3,145.30**

Breakup of payment made to auditors :

22.2

Particulars	For Year Ended 31st March 2022 ₹	For Year Ended 31st March 2021 ₹
(a) Statutory Audit Fees	55.00	55.00
(b) Professional Fees	45.00	45.00
Total	**100.00**	**100.00**

Note 23 - Earning Per Share

23.1

Particulars	For Year Ended 31st March 2022 ₹	For Year Ended 31st March 2021 ₹
Profit / (Loss) attributable to Equity Shareholders	(2,092.24)	(2,780.09)
Weighted Average Number of Shares Outstanding at the end of the year	2,000.00	10.00
Basic Earning per Share	(1.05)	(278.01)

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Notes to the Financial Statements

24.1 Analytical Ratios

Sr. No.	Ratio	Numerator	Denominator	Current Period	Previous Period	% Variance	Reason for variance
a)	Current ratio	8,44,964	6,88,845	1.23	3.29	(62.70%)	Due to Advance received from customer during the year and increase in closing inventory.
b)	Debt-equity ratio	4,45,093	14,639	30.40	(62.35)	(148.76%)	Due to New Borrowings availed during the current year and increase in capital employed
c)	Debt service coverage ratio	3,495	1,671	2.09	(9.52)	(121.97%)	
d)	Return on equity ratio	(2,092)	5,736	(0.36)	1.56	(123.33%)	Due to increase in capital employed.
e)	Inventory turnover ratio	NA	NA	NA	NA	NA	Not Applicable as company is in pre revenue generation stage
f)	Trade receivables turnover ratio	NA	NA	NA	NA	NA	Not Applicable as company is in pre revenue generation stage
g)	Trade payables turnover ratio	NA	NA	NA	NA	NA	Not Applicable as company is in pre revenue generation stage
h)	Net capital turnover ratio	NA	NA	NA	NA	NA	Not Applicable as company is in pre revenue generation stage
i)	Net profit ratio	NA	NA	NA	NA	NA	Not Applicable as company is in pre revenue generation stage
j)	Return on capital employed	3,495	4,59,732	0.01	(0.01)	(154.68%)	Due to increase in capital employed.
k)	Return on investment	(2,092)	5,736	(0.36)	1.56	(123.33%)	Due to increase in capital employed.

24.2 Notes :

a) **For Debt-equity ratio (Total Debt/Shareholder's equity) :** Debt includes long term borrowings and short term borrowings as per note 4&7 Respectively and shareholder's equity includes share capital and reserves & surplus as on 31st march 2022.

b) **For Debt service coverage ratio (Earnings available for debt service/Debt Service) :** Earnings Available for Debt service includes Profit before taxes increased by depreciation and Finance cost excluding finance charges and debt service includes Finance cost excluding finance charges and includes principal repayment on loans availed.

c) **For return on equity ratio (Net Profit after taxes/Average shareholder's equity) :** Average shareholder's equity is average of opening and closing of sumation of share capital and reserves & surplus.

d) **For inventory turnover ratio (Cost of sales/Average inventory) :** Cost of sales includes cost of materials consumed and increase/decrease in inventories as per note 20&21 respectively and average inventory is average of opening and closing invetory.

e) **For trade receivables turnover ratio (Sales/Average trade receivables) :** Sales includes net revenue from operations excluding duty drawback and average trade receivables is average of opening and closing trade receivables.

f) **For trade payables turnover ratio (Purchases/Average trade payables) :** Purchases includes purchases during the year as per note 20 and average trade payables is average of opening and closing trade payables.

g) **For net capital turnover ratio (Sales/Average working capital) :** Sales includes net revenue from operations excluding duty drawback and average working capital is current assets less current liabilities.

h) **For return on capital employed (Earnings before interest and taxes/Capital employed) :** Earnings before interest and taxes includes profit before tax increased by finance cost excluding finance charges and capital employed includes share capital & reserves and surplus as increased by debt and deferred tax has been reduced from the derived figure.

i) **For return on investment (Net Profit after taxes/Average shareholder's equity) :** Average shareholder's equity is average of opening and closing of sumation of share capital and reserves & surplus.

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b. **Transaction during the year with Related Parties :- (₹ In Thousands)**

Sr No.	Name of the Related Parties	Nature of Transactions	Balance as on 31st March 2022	Amount Taken	Amount Paid	Balance as on 31st March 2021
1.	Air Marshal Shirish Baban Deo (Retd.)	Loans	14.42	562.51	772.80	224.71 Cr
		Remuneration			10,098.35	
2.	Mrs. Anjna Deo	Loans	2	Nil	Nil	2 Cr
		Remuneration			4,993.28	
3.	Mr. Gautam Satish Kale	Loans	13,401.65	7,348.04	10,572.33	16,625.95 Cr
4.	Mr. Kartik Prafulla Kale	Loans	13,401.65	1,072.87	4,297.17	16,625.95 Cr
5.	Mr. Prafulla Kashinath Kale	Loans	13,401.65	1,053.52	4,277.82	16,625.95 Cr
6.	Mr. Rohit Satish Kale	Loans	13,401.65	1,053.52	4,277.82	16,625.95 Cr
7	Mr Mahesh Panwar	Loans	63,430.92	93,940.92	30,510	70,000 Cr
8	Mr Chandra Prakash Panwar	Loans	12,487.69	57,487.69	45,000	45,000 Cr
9	Mr Narayan Singh Panwar	Loans	15,194.96	17,194.96	2,000	15,000 Cr
10	Jaika Automobiles & Finance Pvt Ltd	Capital Advance	3,613.82 Dr	Nil	3,926.45 Dr	Nil
11	Shublaxmi Ispat Pvt Ltd	Trade Advance	2,373.85 Dr			

Note 27 – The figures have been regrouped and rearranged wherever found necessary.

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b. **Transaction during the year with Related Parties :- (₹ In Thousands)**

Sr No.	Name of the Related Parties	Nature of Transactions	Balance as on 31st March 2022	Amount Taken	Amount Paid	Balance as on 31st March 2021
1.	Air Marshal Shirish Baban Deo (Retd.)	Loans	14.42	562.51	772.80	224.71 Cr
		Remuneration			10,098.35	
2.	Mrs. Anjna Deo	Loans	2	Nil	Nil	2 Cr
		Remuneration			4,993.28	
3.	Mr. Gautam Satish Kale	Loans	13,401.65	7,348.04	10,572.33	16,625.95 Cr
4.	Mr. Kartik Prafulla Kale	Loans	13,401.65	1,072.87	4,297.17	16,625.95 Cr
5.	Mr. Prafulla Kashinath Kale	Loans	13,401.65	1,053.52	4,277.82	16,625.95 Cr
6.	Mr. Rohit Satish Kale	Loans	13,401.65	1,053.52	4,277.82	16,625.95 Cr
7	Mr Mahesh Panwar	Loans	63,430.92	93,940.92	30,510	70,000 Cr
8	Mr Chandra Prakash Panwar	Loans	12,487.69	57,487.69	45,000	45,000 Cr
9	Mr Narayan Singh Panwar	Loans	15,194.96	17,194.96	2,000	15,000 Cr
10	Jaika Automobiles & Finance Pvt Ltd	Capital Advance	3,613.82 Dr	Nil	3,926.45 Dr	Nil
11	Shublaxmi Ispat Pvt Ltd	Trade Advance	2,373.85 Dr			

Note 27 – The figures have been regrouped and rearranged wherever found necessary.

A B UPADHYE & CO. Chartered Accountants FRN 148379W

b. **Transaction during the year with Related Parties :- (₹ in Thousands)**

Sr No.	Name of the Related Parties	Nature of Transactions	Balance as on 31st March 2022	Amount Taken	Amount Paid	Balance as on 31st March 2021
1.	Air Marshal Shirish Baban Deo (Retd.)	Loans	14.42	562.51	772.80	224.71 Cr
		Remuneration			10,098.35	
2.	Mrs. Anjna Deo	Loans	2	Nil	Nil	2 Cr
		Remuneration			4,993.28	
3.	Mr. Gautam Satish Kale	Loans	13,401.65	7,348.04	10,572.33	16,625.95 Cr
4.	Mr. Kartik Prafulla Kale	Loans	13,401.65	1,072.87	4,297.17	16,625.95 Cr
5.	Mr. Prafulla Kashinath Kale	Loans	13,401.65	1,053.52	4,277.82	16,625.95 Cr
6.	Mr. Rohit Satish Kale	Loans	13,401.65	1,053.52	4,277.82	16,625.95 Cr
7	Mr Mahesh Panwar	Loans	63,430.92	93,940.92	30,510	70,000 Cr
8	Mr Chandra Prakash Panwar	Loans	12,487.69	57,487.69	45,000	45,000 Cr
9	Mr Narayan Singh Panwar	Loans	15,194.96	17,194.96	2,000	15,000 Cr
10	Jaika Automobiles & Finance Pvt Ltd	Capital Advance	3,613.82 Dr	Nil	3,926.45 Dr	Nil
11	Shublaxmi Ispat Pvt Ltd	Trade Advance	2,378.50 Dr			

Note 27 – The figures have been regrouped and rearranged wherever found necessary.

A B UPADHYE & Co. Chartered Accountants FRN 148379W

JSR DYNAMICS

JSR Dynamics Private Limited
H No 293, Sita Ram Smruti, WHC Road, Dharampeth, Nagpur-440010, Maharashtra, India

CIN: U29113MH2018PTC318834

NOTICE

NOTICE is hereby given that the Fourth Annual General Meeting of the Members of **JSR Dynamics Private Limited** will be held on Friday, the 30th Day of September 2022 at 4:00 p.m. at C/o: Shri Shailesh Sudhir Joglekar, H.No.293, Sita Ram Smruti Bajaj Road, Dharampeth, Nagpur MH 440010 to transact the following business:

ORDINARY BUSINESS:

To receive, consider and adopt the Audited Financial Statement as of 31st March 2022 consisting of Balance Sheet, Profit and Loss Account and Explanatory Notes, together with Board's Report and Auditors' Report thereon.

By the order of the Board of Directors
For **JSR Dynamics Private Limited**

Awari

JSR Dynamics Pvt. Ltd. Nagpur

Sonali Awari
Company Secretary
Membership no.: A58158
Date: 31st August 2022
Place: Nagpur

NOTES:

1. A member is entitled to attend, vote, and appoint a proxy to attend and vote instead of himself and the proxy need not be the member of the company.

2. Proxies in order to be effective must be lodged with the company at its registered office at least 48 hours before the time appointed for the meeting.

3. Dividend as recommended by the directors, if declared at the meeting will be paid to those members, whose names appear on the register of members as on 30th day of September 2022.

JSR DYNAMICS

ATTENDANCE SLIP

I hereby record my presence at the Fourth Annual General Meeting held on 30th Day of September 2022 at 4:00 p.m. at C/o: Shri Shailesh Sudhir Joglekar, H.No.293, Sita Ram Smruti Bajaj Road, Dharampeth, Nagpur MH 440010

Member's Folio No. :

Name of Member / Proxy Holder :

No. of Shares held :

Members / Proxy Holders Signature :

Notes:

1. Members / Proxy Holders are requested to produce the attendance slip duly signed for admission to the meeting hall.
2. Members are requested to bring their copy of the Annual Report.
3. Formal system of entry will be strictly adhered.

JSR DYNAMICS

Form No. MGT-11

PROXY FORM

[Pursuant to Section 105(6) of the Companies Act, 2013 and Rule 19(3) of the Companies (Management and Administration) Rules, 2014]

CIN	: U29113MH2018PTC318834
Name of the Company	: JSR DYNAMICS PRIVATE LIMITED
Registered Office	: C/o: Shri Shailesh Sudhir Joglekar, H.No.293, Sita Ram Smruti Bajaj Road, Dharampeth, Nagpur MH 440010

Name of the Member (s): Registered Address: E-Mail ID: Folio No. / Client ID: DP ID:

I/We, being the member (s) of .... shares of the above-named company, hereby appoint

1. Name:
   Address:
   E-mail Id:
   Signature: ____________________, or failing him

2. Name:
   Address:
   E-mail Id:
   Signature: ____________________, or failing him

3. Name:
   Address:
   E-mail Id:
   Signature: ____________________, or failing him

as my/ our proxy to attend and vote (on a poll) for me/us and on my/ our behalf at the 4th Annual General Meeting of the company to be held on 30th Day of September 2022 at 4:00 p.m. at the registered office of the company at C/o: Shri Shailesh Sudhir Joglekar, H.No.293, Sita Ram Smruti Bajaj Road, Dharampeth, Nagpur MH 440010 and at any adjournment thereof in respect of such resolutions as are indicated below:

Resolutions:

JSR DYNAMICS

Ordinary Business

1. To receive, consider and adopt the audited Financial Statement as of 31st March 2022.

Signed this_____day of _______, 2022

Affix one Rupee Revenue Stamp

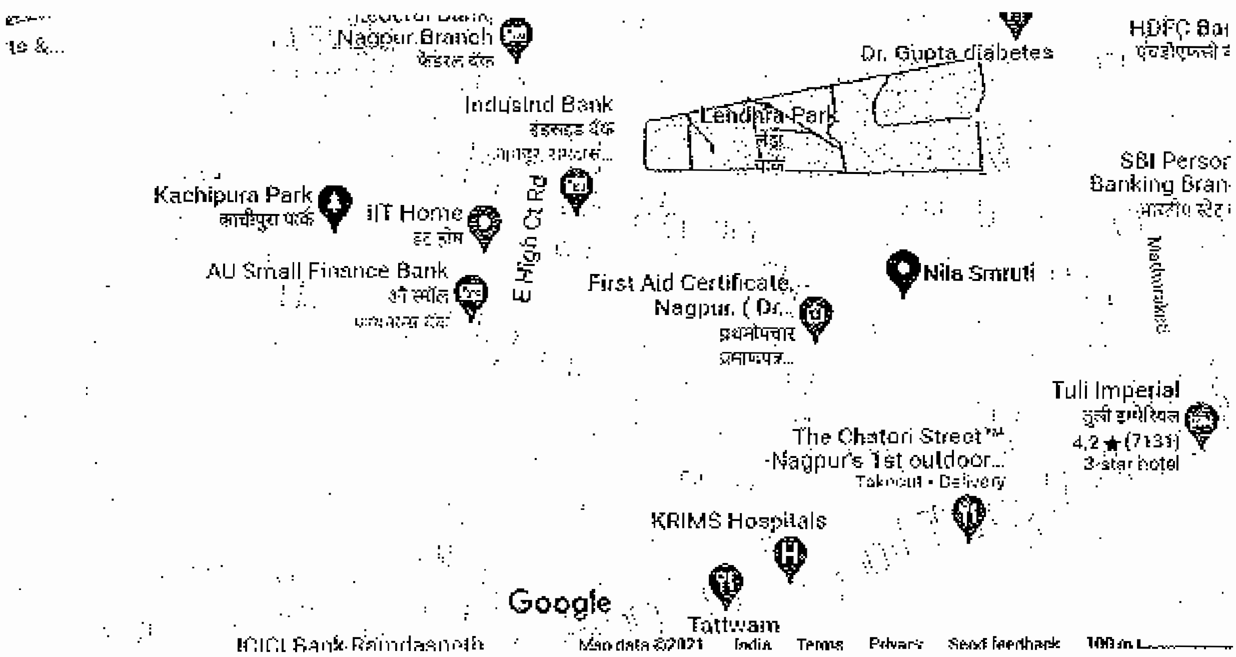
Signature of shareholder

Signature of Proxy holder(s)

Note: This form of proxy in order to be effective should be duly completed and deposited at the registered office of the company, not less than 48 hours before the commencement of the meeting.

JSR DYNAMICS

ROUTE MAP OF THE VENUE OF THE ANNUAL GENERAL MEETING

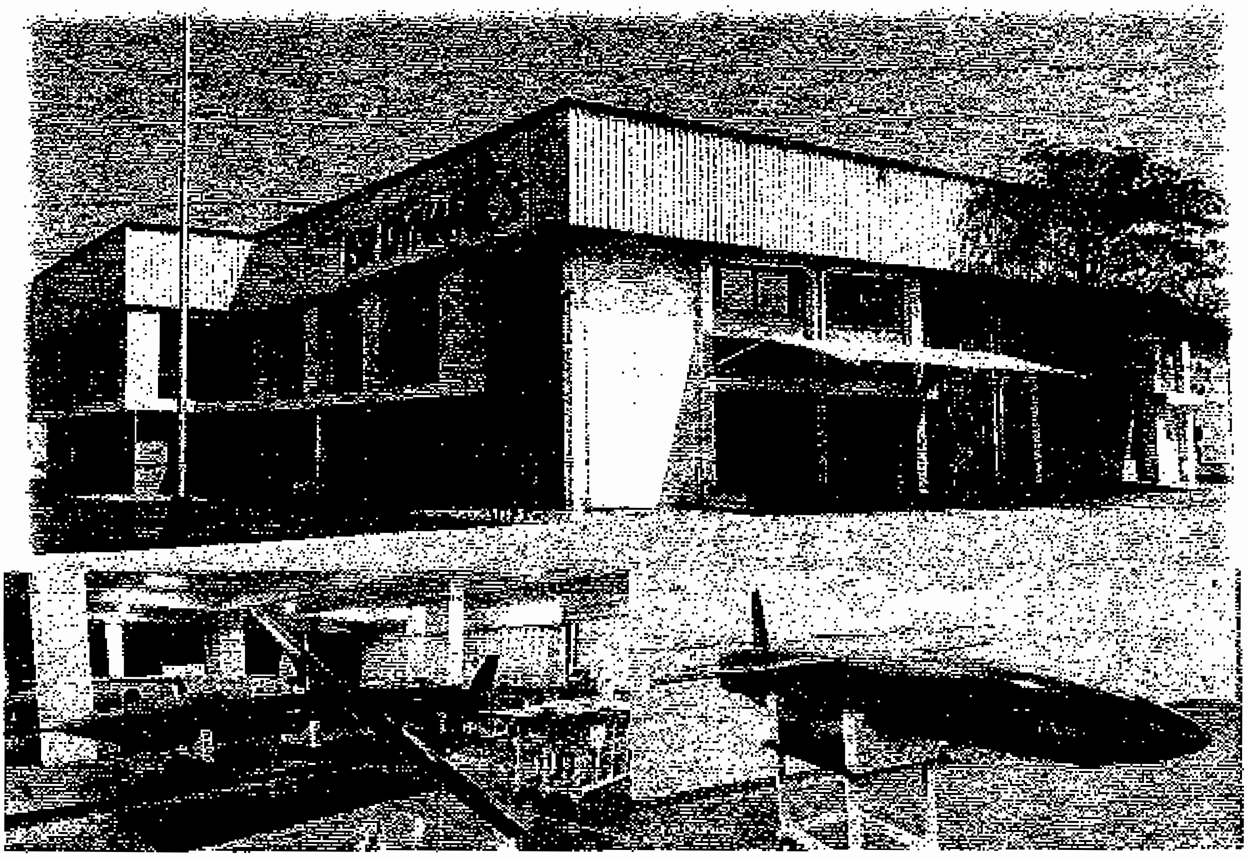


JSR DYNAMICS

BOARD REPORT: 2021-22

JSR DYNAMICS

By the War Fighters for the War Fighters...



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JSR DYNAMICS PRIVATE LIMITED

Corporate Office and Design Studio

H No 293, Sita Ram Smruti
West High Court Road
Dharampeth, Nagpur 440 010,
INDIA

Manufacturing Unit

Plot No. E-7, MIDC Butibori
Industrial Area, Butibori
Nagpur (Rural) 441 122
INDIA

Phone: +91-712-2533312/13 **Web:** https://jsrdynamics.in **email:**info@jsrdynamics.com

JSR DYNAMICS

Phone : 0712-253 3312
Email : info@jsrdynamics.com

JSR Dynamics Private Limited
H No 293, Sita Ram Smruti, Bajaj Road, Dharampeth, Nagpur-440010 Maharashtra, India

CIN: U29113MH2018PTC318834

BOARD REPORT:2021-22

To,

The Members

1. Your directors have pleasure in presenting the Fourth Annual Report together with the Audited Accounts of the Company for the financial year ended 31st March 2022.

2. **Financial Results.** The Financial Results of the Company for the year 2021-22 are summarised as under:

Sl No	Particulars	31/03/22 (Rs) *	31/03/21 (Rs) *
1	Revenue from Operations	--	--
2	**Add:** Other Income	11,474.15	585.94
3	**Total Revenue**	**11,474.15**	**585.94**
4	Cost of materials consumed	21,009.16	--
5	(Increased)/decrease in inventories of finished goods, work in progress and traded goods	(36,788.38)	--
6	Employee benefits expenses	7,857.01	135.16
7	Finance costs	1,452.25	85.57
8	Depreciation and amortisation expense	8,484.79	--
9	Other expenses	7,416.13	3,145.30
10	Total Expenses	**9,430.96**	**3,366.03**
11	**Profit / (Loss) Before Tax**	2,043.18	(2,780.09)
12	**Less:** Tax Expenses	--	--
13	Current Tax	--	--
14	Deferred Tax	4,135.43	--
15	**Net Profit / (Loss) After Tax**	(2092.24)	(2,780.09)
16	Earning per equity share	--	--
17	Basic	(1.05)	(278.01)
18	Diluted	(1.05)	(278.01)

* figures are in thousands

3. **Operations of the Reporting Year.** During this reporting year, the company along with Bharath Electronic Limited has successful in securing two contracts worth 330 Cr, out of which 265 Cr is the work share of JSR Dynamics. The company has

received the advance of 60 Cr for the first contract and the same was deposited as a Fixed Deposit (FD) in the Bank with sweep out option. Interest on the said FD amounting to 1.1 Cr is reflected as the other income in the Financial Statement.

4. Raw Material(s) and constituent avionics equipment required for production of LRGB have been procured and the same is reflected in cost of material consumed. Accordingly, the value of WIP indicates an increased inventory cost.

5. Profit Before Tax for the company for the reporting year is 20.43 Lakhs as compared to a loss of 27.80 lakhs in the last year. The net loss reported in the Statement of Profit and Loss of 20.92 lakhs is due to deferred tax liability amounting to 41.35 lakhs. Considering that the company has stocked the material and equipment required for production of the deliverables as part of the contract in the tune of 3.67 Cr and the deferred liabilities are only in the tune of 41.35 lakhs indicates a good financial prospect for the company in the coming years. The Management of the Company shall continue to explore all possibilities to improve its market share in Indian Defence manufacturing industry as well as the defence market of friendly foreign countries.

6. **<u>Future Prospects: Indian Defence Market</u>.** JSR Dynamics has submitted a Budgetary Quote amounting to 300 Cr for supply of 27 Weaponised version of Miniature Ground Launch Decoy (MGLD) along with its associated equipment. It is understood that the same is being processed favourably by Indian Navy and the contract for the same is expected to be concluded in the last quarter of year 2022. JSR Dynamics has also got reasonable assurance from the authorities of the Indian Air Force for a follow-on contract for Long Range Glide Bombs (LRGBs) as soon as the validation of the present contract is completed. Follow on contract is expected to be around 600 Nos of LRGBs with its associated systems.

7. **<u>Future Prospects: Friendly Foreign Countries</u>.** JSR Dynamics is consistently exploring the possibility of exploiting the defence market of the third world countries. The glimpse of operations in that front is elucidated in subsequent paragraphs.

a. **<u>Business Enquiry from Vietnam</u>.** JSR Dynamics has got enquiries from Vietnam for the LRGBs through a service provider AICOMY JSC Private Limited and JSR has signed a service provider agreement with AICOMY, JSC Private Limited. A comprehensive technical proposal for LRGB, MGLD and its weaponised version have been forwarded to Vietnam through the service provider.

b. **<u>Business Enquiry from Myanmar</u>.** Similarly, from Myanmar, JSR Dynamics has got enquiry for Control and Guidance kit for their existing 122mm rocket through Pristine Talent Work Private Limited. A technical proposal along with scalability of the control and guidance kit to the higher calibre rockets also have been forwarded to Myanmar. JSR Dynamics received the invitation for visiting Myanmar for progressing further with the proposals and the visit is scheduled in the second quarter of year 2022 for understanding the complete requirements of the defence forces of Myanmar and progressing with defence cooperation with Myanmar.

c. **Business Potential with Egypt**. Egypt is another friendly foreign country which has huge business potential not only in Egypt but also gives an opening for the nearby middle eastern countries and some of the African nations. JSR Dynamics through the Defence Attaché (DA) has reached out to Egyptian Defence Forces with a Co-development and Co-manufacturing proposal. The company has got an advice from the DA to present the proposal to their Air Chief Marshal on his official visit to Indian in the second quarter of the year 2022.

d. Similar proposals were also forward to counties like Philippines and Ghana and expecting a fruitful business engagement with these countries in the third and fourth quarter of year 2022.

8. **Change(s) in Nature of Business**. Nature of Business of the company remained the same for this reporting year also.

9. **Alteration in Memorandum of Association**. During the reporting year, the company has altered the object clause of its Memorandum of Association by incorporating therein:

a. *"The Share Capital of the Company is Rs. 2,00,00,000 (Indian Rupees Two Crore only) divided into 20,00,000 (Twenty Lakh) equity shares of INR 10.00/- (Indian Rupees Ten only) each"* vide Special Resolution at an Extra Ordinary General Meeting of the members of the Company held on 22nd June 2021.

b. *"To borrow or raise money with or without interest from commercial banks/financial institutions/ Non-Banking Financial Company(NBFC) and/or other companies/any other person or to receive it on deposit other than public deposit at interest or otherwise, and to secure the payment of money or to receive money at interest for any of the purposes of the company and at such time and from time to time and in such manner as may be thought fit and in particular by the issue of Debentures or debenture-stock perpetual or otherwise, including Debentures or debenture-stock convertible into shares of this or any other company, or perpetual annuities and for security for any such money so borrowed, raised or received, or of any such debentures or debenture stock so issued to mortgage, pledge or charge the whole or any part of the property, assets, or revenue and profits of the company present or future including its uncalled capital by special assignment or otherwise or to transfer or convey the same absolutely or in trust and to give the lenders power of sale and other powers as may seem expedient, and to purchase, redeem or pay off any such securities and also by a similar mortgage, charge or lien to secure and guarantee the performance by the Company or any other person or company as the case may be provided that the Company shall not carry on banking business as defined in the Banking Regulation Act. 1949"* vide Special Resolution at an Extra-Ordinary General Meeting of the members of the Company held on 21st July 2021.

c. *"Manufacturing, dealing, developing, promoting, selling, reselling, marketing, and maintaining the hardware and software, unmanned vehicles, unmanned aerial vehicles, unmanned combat vehicles, missiles, glide bombs, gliders, micro lights, land, sea vehicles and airplanes, aerospace software and electronics, control systems, civil and military aerospace activity and civil and military aerospace, artificial intelligence related products and robotics, providing training and training equipment"* vide Special Resolution at an Extra-Ordinary General Meeting of the members of the Company held on 24th December 2021.

10. **Alteration of Articles of Association.** During the year under review, the Company has altered the Articles of Association of the company in substitution to the existing Articles of Association of the Company vide special resolution passed in Extra Ordinary General Meeting held on 26th August 2021 and the same has been filed to the Registrar of Companies and approved.

11. **Change in Capital Structure & Issue of Equity Shares.** During the financial year under review, the following changes took place in the capital structure of the company.

a. The Company had increased its Authorised Share Capital to Rs. 2,00,00,000/- comprising 20,00,000 Equity Shares of 10/- each.

b. The Company had issued and allotted 9,90,000 equity shares of Rs. 10/- each on Right Issue basis on 3rd August 2021.

c. The Company had issued and allotted 10,000 equity shares of Rs. 10/- each on Private Placement basis on 2nd September 2021.

d. The Company had issued and allotted 9,90,000 equity shares of Rs. 10/- each on Right issue basis on 30th October 2021.

12. **Debenture.** During the financial year under review, the Company had issued and allotted 29,97,000 (0.01%) Optionally Convertible Debentures of Rs 100/- each at par on Private Placement basis aggregating to Rs 29,97,00,000/- to Maharashtra Defence and Aerospace Venture Fund represented by IDBI Capital and Securities Limited. The terms of redemption/conversion of OCDs are given under Subscription Cum Shareholders Agreement dated 20th August 2021.

a. The Company, with the consent of investors, can redeem the OCDs as per the following terms.

Date	On or before 48 months from date of disbursal of funds	On or before 60 months from date of disbursal of funds
Investment IRR p.a.	22%	22%

b. Further, the OCDs held by the investor shall be converted fully paid-up equity shares of the Company at pre-money valuation based on the following table:

Period of Conversion	48 months from date of disbursal	60 months from date of disbursal
Basis of Conversion	Profit and loss account for previous 12 months	Profit and loss account for previous 12 months
Valuation of the equity share capital of the Company.	4 times the profit after tax of previous 12 months	8 times the profit after tax of previous 12 months
Extent of Conversion	50% of the OCDs	Balance 50% of the OCDs

13. **Dividend.** In the absence of profit, the Directors of the Company do not recommend any dividend for the Financial Year 2021-22.

14. **Deposit.** During the reporting year. the Company has not invited, accepted, or renewed any deposits within the meaning of Section 73 of the Companies Act, 2013 read with the Companies (Acceptance of Deposits) Rules, 2014 and company does not have any outstanding deposits falling within the purview of section 73 to section 76 of the Act.

15. **Scheme of Amalgamation.** During the year under review, the Board of Directors of the Company approved a scheme of amalgamation between JSR Dynamics Private Limited and Shublaxmi Ispat Private Limited as set out in the Scheme of Amalgamation. The Scheme has been filed with the National Company Law Tribunal, Mumbai bench (NCLT) seeking directions for convening/dispensing with meetings of shareholders and creditors and the same is pending before NCLT.

16. **Directors/Key managerial Personnel.** During the year under review, there were no changes took place in the composition of Board of Directors of the Company. None of the Directors are liable to retire by rotation in the ensuing Annual General Meeting. The strength of the Board of Directors as on 31st March 2022 was 6 Directors and the details of the directors are as follows:

Sl No	Name of the Director	DIN	Date of Appointment	Designation
1	Air Marshal Shirish Deo (Retd)	08315155	27/12/2018	Chairman and Managing Director
2	Mrs. Anjna Deo	08315154	27/12/2018	Director
3	Mr. Prafulla Kale	00073775	01/07/2019	Director
4	Mr. Gautam Kale	00073979	01/07/2019	Director
5	Mr. Dhananjay Vartak	08257631	01/07/2019	Director
6	Mr. Mahesh Panwar	06702073	19/09/2020	Director

17. During the reporting year, Ms. Sonali Ramesh Awari was appointed as the Company Secretary of the Company having Membership no. A58158 with effect from 24th September 2021, which is the only change took place in the composition of the Key Managerial Personnel of the Company.

18. **Amount Received from Director or Relative of Director of the Company.** The Company has accepted unsecured loans, from the director or relative of the director as per the following details during this reporting year.

Sl No	Name of Director or Relative of Director	Amount (Rs.)
1	Air Marshal Shirish Baban Deo (Retd.)	6,36,258.00
2	Mr. Gautam Satish Kale	73,48,036.00
3	Mr. Kartik Prafulla Kale	10,72,878.47
4	Mr. Prafulla Kashinath Kale	10,53,524.00
5	Mr. Rohit Satish Kale	10,53,524.00
6	Mr. Mahesh Panwar	2,39,40,924.77
7	Mr. Chandraprakash Panwar	1,24,87,698.63
8	Mr. Narayan Singh Panwar	21,94,964.38

19. **Directors' Responsibility Statement.** Pursuant to Section 134(5) of the Companies Act, 2013, Directors confirm the following.

a. in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures.

b. the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the loss of the company for that period.

c. the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities.

d. the directors had prepared the annual accounts on a going concern basis; the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

20. **Disclosure under Secretarial Standard.** The Directors have devised proper systems to ensure compliance with the provisions of all applicable Secretarial Standards and that such systems are adequate and operating effectively.

21. **Number of Meetings of the Board/its Committees.** During the reporting year, the Board of Directors has met 17 times. The details of the meetings and Directors who attended the meetings are given below.

Meeting of Boards or Its Committee																			
Sl No	Attendee	Date of Meeting																	
		01-04-21	27-05-21	08-07-21	03-08-21	27-05-21	24-08-21	02-09-22	10-09-22	23-09-22	05-10-22	21-10-22	30-10-22	10-12-22	19-01-22	25-01-22	21-02-22	05-03-22	29-03-22
1	Air Marshal Shrish Deo (Retd)	Y	Y	Y	Y	Y	Y	Y	Y	Y	Y	Y	Y	Y	Y	Y	Y	Y	Y
2	Mrs. Anina Deo	Y	Y	Y	Y	Y	Y	Y	Y	Y	Y	Y	Y	Y	Y	Y	Y	Y	Y
3	Mr.Prafulla Kale	N	N	N	Y	N	N	Y	Y	Y	N	Y	Y	Y	Y	Y	Y	Y	Y
4	Mr. Gautham Kale	N	N	N	Y	Y	Y	Y	Y	Y	N	Y	Y	Y	Y	Y	Y	N	Y
5	Mr. Dhananjay Vartak	N	N	N	N	N	N	N	N	Y	N	N	N	N	N	N	N	Y	N
6	Mr. Mahesh Panwar	N	N	N	N	N	N	N	N	Y	N	N	N	N	N	N	N	N	N

22. **Conservation of Energy, Technology Absorption, Foreign Exchange Earnings and outgo.** The Company has been consistently employing and seeking new avenues in field of energy conservation, technology absorption and earning in terms of foreign exchanges. The relevant aspects of above fields are summarised in following paragraphs.

a. **Conservation of Energy.** Measures taken to conserve energy are as follows.

i. **The steps taken or impact on conservation of energy.** The Company has taken consist effort in saving in all fields of its operations including that of electricity consumptions, hydrocarbon utilisation etc in factory as well as office premises. The major step in achieving this was to improve the awareness of the personnel regarding the methods of conserving energy, which span from switching on the appliances only when required, keeping the room air confined for the operations of the air conditioners and procuring domestic as well as industrial machines as per the relevant standards for energy conservations. This is an ongoing process and the company is committed for conservations of all forms of conventional energy(s).

ii. **The steps taken by the company for utilising alternative sources of energy.** The company was weighing the benefits of fitting solar panel(s) as an alternate solution for the electricity. Most of the Ground Support Equipment and Ground Handling Equipment are operated with battery power to reduce the dependability of hydrocarbon fuel.

iii. **The capital investment on energy conservation equipment.** Company is mulling various options of implementation the solar power and shall be on strong consideration for the next financial year and expect to invest some capital fund in the last quarter of year 2022.

b. **Technology Absorption**. Since, India has opened its defence market to the Private Companies only recently, all the defence design and manufacturing industries are relatively young. This necessitates huge out lay in terms of adaptation, execution and testing of the aerospace standard technologies. All fronts of design and development processes including design, simulation and manufacturing are technology intensive and JSR Dynamics has been heavily investing its personnel and means to achieve the required aerospace standards. The relevant portion of the activities are discussed in subsequent paragraphs.

i. **Efforts made for technology absorption.** JSR Dynamics has endeavoured to acquire the defence technology from the inception of the company. During the reporting year, JSR Dynamics with the participation of IISC Bangalore, have developed a Computational Fluid Dynamics simulation module, wherein the dynamic derivatives of any aerodynamics vehicle can be estimated while executing a manoeuvre. This has significantly reduced the simulation time and effort for a six degree of freedom simulation of the flight vehicles. Further, company has developed its own algorithm for Automatic Target Recognition using Passive Homing Head or Electro/ Imaging Infra-Red Cameras which can improve the accuracy of the weapon during the terminal phase with Adaptive AI/PN based guidance and control algorithm developed by JSR Dynamics. Benefit of the same is to have niche technology in control and guidance field which was earlier held exclusively by few foreign companies.

ii. **Technology Imports.** During the year of reporting, the company did not import any technology from any foreign countries. However, proposal for technology transfer for design and manufacturing of turbojet engines of upto 500kgf thrust class is under the active consideration for the management. Initial proposals were received from M/s Turbomachines of Brazil and M/s PBS of Czeck republic. The company is considering the scalability and independent marketing rights for both the proposals. Conclusion of the contracts is expected in the last quarter of the next financial year.

iii. **Expenditure on Research and Development.** Bulk of the company's effort went in for research and development of aerospace quality technology(s) for its products. The R&D efforts were for development of machining process, composite technology, simulation, automatic target recognition and development of control & guidance algorithms. During the reporting year, the estimated expenditure of the Company for the R&D effort is in the tune of 30 Cr.

c. **Foreign Exchange Earnings and Outgo.** Since the company has not started its overseas operations, the company did not have any foreign exchange inflow during the reporting year. The foreign exchange outgo of the company, for the reporting period, is equivalent to Indian Rupees 25,40,02,721/-. This is for the import of Commercially Off the Shelf avionics equipment which require elaborate manufacturing facilities and establishing the same in India is viable only if Minimum Order Quantity of the same are substantial. Therefore, for the present scenario, import is the commercially prudent options for these components.

23. **Loans, Guarantees, Securities or Investments.** During the period under review, no loans were given, guarantees provided, investment made, or security was provided by the Company under section 186 of the Companies Act 2013 read with rule 11 of the Companies (Meetings of Board and its Powers) Rules, 2014.

24. **Extract of Annual Return.** Annual Return extracts in accordance with subsection (3) of section 92 of the Companies Act, 2013; read with rule 12 (1) of the Companies (Management and Administration) Rules, 2014 has been annexed to this report in **Form MGT-9** as **Annexure I.**

25. **Particulars of Contract or Arrangements with Related Parties.** The particulars of contracts or arrangements with related parties referred to in Section 188(1) of the Companies Act, 2013 in **Form AOC-2** pursuant to Section 134(3) (h) of the Act and Rule 8 (2) of the Companies (Accounts) Rules, 2014 is attached as **Annexure-II** to this Report.

26. **Internal Financial Control with reference to Financial Statements.** The Company has adequate internal financial controls with reference to the Financial Statements commensurate with the size of the company and the nature of its business. The board has evaluated the effectiveness of internal financial control systems of the Company pertaining to financial statement, reviewed major transactions and has taken steps for rectifying deficiencies, if any. The company has employed a Chartered Account to ensure the financial controls are established internally for all financial involvement of the company with other party(s).

27. **Risk Management Policy.** Establishing a defence company has its own challenges. The major one is the competitiveness of the personal available for hire. Since the quality requirement of the defence sector is peculiar compared to other civil industries to get the correct resources is a challenging process. This has been overcome to an extent by employing domain experts on aviation defence fields in key appointments. Other constraint is the availability of technology. This is an ongoing process where in JSR Dynamics is developing certain technologies by itself, buying something and outsourcing a considerable amount of workshare. JSR Dynamics is planned to address all statutory and technological challenges in a phased manner with a minimum outflow of its resources.

28. JSR Dynamics has adopted risk management framework in consonance with AS 9100 D standards covering all critical areas of operations. This framework is reviewed periodically keeping in mind the business dynamics and external environment and provides the guidelines for managing various risks across the business. Risk Identification & Impact Assessment, Risk Evaluation, Risk Reporting & Disclosures and Risk Mitigating

& Monitoring are undertaken as per the processes approach according to AS 9100 D standards.

29. **Subsidiary Companies, Joint Venture, or Associate Companies**. The Company does not have any Subsidiary or Associate Company, nor company has entered into Joint Venture Agreement during the reporting period.

30. **Corporate Social Responsibility.** The provisions of section 135 of the Companies Act, 2013 relating to Corporate Social Responsibility are not applicable to the Company, as the company is not fulfilling all three requirements.

31. **Disclosure for Maintenance of Cost Records under section 148(1) of the Act.** Though the said disclosure is mandatory with effect from 31st July 2018, Maintenance of cost records as specified by Central Government under section 148(1) of the Companies Act, 2013 is not applicable to the company as its net turnover was less than 35 Cr in the preceding year. Accordingly, such accounts and records have not been made and maintained by the company.

32. **Order passed by Regulators, Courts, or Tribunals.** During the year under review, there were no such orders passed by Regulators or Courts or Tribunals which in the opinion of the Board might impact the going concern status and operations of the company in future.

33. **Disclosure under the Sexual Harassment of women at workplace (Prevention, Prohibition and Redressal) Act, 2013**. The Company has constituted an Internal Complaints Committee as required under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. During the reporting year, there were no complaints received for the sexual harassment of women at the workplace.

34. **Statutory Auditor.** M/s A B Upadhye, Chartered Accountants, Nagpur (FRN: 148379W) were appointed as statutory auditors of the Company at the First Annual General meeting of the Company held on 27th December 2019 to hold the office for a period of 5 years commencing from the conclusion of the First Annual General meeting till the conclusion of the Annual General meeting to be held for the financial year 2023-24. Notification dated 7th May 2018, issued by the Ministry of Corporate Affairs (MCA), the first provision to section 139(1) of the Companies Act, 2013 pertaining to the requirement of annual ratification of appointment of Auditors by member is omitted. Accordingly, as per the companies (Amendment) Act, 2017, ratification of the appointment of Statutory Auditors during their period of appointment will not be considered.

35. **Auditors Qualifications or Reservations or Adverse Remarks or Disclaimer in the Auditors report.** During the year under review, the auditor has reported no undisputed amount payables in respect of provident fund, employees state insurance, income tax, sales tax, custom duty, excise duty, cess, and other statutory dues with the appropriate authorities except for professional tax. The amount for professional tax of

Rs. 83,200/- is outstanding as on 31st March 2022 but the same has been paid on 1st June 2022.

36. **Acknowledgement.** The Board place on record their appreciations of the wholehearted and sincere co-operation received by the Company during the year from the employees, customers/ clients, bankers, and various Government authorities at all levels.

37. **Cautionary Note.** The statements forming part of the Directors Report may contain certain forward-looking remarks within the meaning of applicable provisions of the Companies Act, 2013 and the rules made thereunder. Many factors could cause the actual results, performances, or achievements of the company to be materially different from any future results, performances and achievements that may be expressed or implied by such forward looking statements. This Report should be read in conjunction with the financial statements included herein and the notes thereto.

For and on behalf of the Board of Directors of **JSR Dynamics Private Limited**

JSR Dynamics Pvt. Ltd. Nagpur

Air Marshal Shirish Deo (Retd)	**Mr. Prafulla Kale**
Chairman & Managing Director	**Director**
DIN: 08315155	**DIN: 00073775**

Date: 18th August 2022
Place: Nagpur

ANNEXURE I

FORM MGT-9
EXTRACT OF ANNUAL RETURN

[Pursuant to section 92(3)(h) of the Companies Act, 2013 and Rule 12(1) of the Companies (Management and Administration) Rules, 2014]

I. Registration and Other Details.

Sl. No	Particulars	Details
1	CIN	U29113MH2018PTC318834
2	Registration date	27/12/2018
3	Name of the Company	JSR Dynamics Private Limited
4	Category/subcategory of the company	Company limited by shares/ Non-govt Company
5	Address of the registered office and contract details	C/o: Shri Shailesh Sudhir Joglekar, H.No.293, Sita Ram Smruti Bajaj Road, Dharampeth, Nagpur - 440010; Ph No.: 0712-2533312
6	Whether Listed Company (Yes/No)	No
7	Name, address and contact details of Registrar and transfer Agent, if any	Purva Sharegistry (India) Private Limited Ph No.: 022-23012518 Address: 9, Shiv Shakti Industrial Estate, J.R. Boricha Marg Lower Parel (East) Mumbai, MH 400011

II. Principal Business Activities of the Company. Not Applicable

Sl No.	Name and Description of main products/services	NIC Code of the Product/service	% of total turnover of the Company
--	--	--	--

III. Particulars of Holding, Subsidiary and Associates Company. NIL

Sr. No.	Name and address of the Company	CIN/GLN	Holding/ Subsidiary/ Associate	% of shares held	Applicable Section
	-	-	-	-	-

IV. **Shareholding pattern (equity Share Capital breakup as percentage of total equity).**

i ***Category wise share holding***

Category of shareholders	No. of shares held at the beginning of the Year				No. of shares held at the end of the Year				% change during the year
	Demat	Physical	Total	% of Total shares	Demat	Physical	Total	% of Total shares	
A. Promotors									
1. Indian									
(a) Individual/HUF	-	10,000	10,000	100%	11,42,000	-	11,42,000	57.10%	42.90%
(b) Central Govt.	-	-	-	-	-	-	-	-	-
(c) State Govt.	-	-	-	-	-	-	-	-	-
(d) Bodies Corp.	-	-	-	-	-	-	-	-	-
(e) Bank/FI	-	-	-	-	-	-	-	-	-
(f) Any other	-	-	-	-	-	-	-	-	-
Sub Total A.1.	-	10,000	10,000	100%	11,42,000	-	11,42,000	57.10%	42.90%
2. Foreign									
(a) NRIs-Individual	-	-	-	-	-	-	-	-	-
(b) Other-Individual	-	-	-	-	-	-	-	-	-
(c) Bodies Corp.	-	-	-	-	-	-	-	-	-
(d) Bank/FI	-	-	-	-	-	-	-	-	-
(e) Any other	-	-	-	-	-	-	-	-	-
Sub Total A.2.	-	-	-	-	-	-	-	-	-
Total shareholding of promotors A = A.1+A.2	**-**	**10,000**	**10,000**	**100%**	**11,42,000**	**-**	**11,42,000**	**57.10%**	**42.90%**
B. Public Shareholding									
1. Institutions									
(a) Mutual Funds	-	-	-	-	-	-	-	-	-
(b) Bank/FI	-	-	-	-	-	-	-	-	-
(c) Central Govt.	-	-	-	-	-	-	-	-	-
(d) State Govt.	-	-	-	-	-	-	-	-	-

Category of shareholders	No. of shares held at the beginning of the Year				No. of shares held at the end of the Year				% change during the year
	Demat	Physical	Total	% of Total shares	Demat	Physical	Total	% of Total shares	
(e) Venture Capital Fund	-	-	-	-	-	-	-	-	-
(f) Insurance Companies	-	-	-	-	-	-	-	-	-
(g) FIIs	-	-	-	-	-	-	-	-	-
(h) Foreign Venture Capital fund	-	-	-	-	-	-	-	-	-
(i) Other (Specify)	-	-	-	-	-	-	-	-	-
Sub Total B.1.					-	-	-	-	-
2. Non-institutions									
(a) Bodies Corp.	-	-	-	-	-	-	-	-	-
i. Indian	-	-	-	-	-	-	-	-	-
ii. Overseas	-	-	-	-	-	-	-	-	-
(b) Individuals	-	-	-	-	-	-	-	-	-
i. Individual shareholders holding nominal share capital upto Rs. 1 lakh	-	-	-	-	-	-	-	-	-
ii. Individual shareholders holding nominal share capital in excess of Rs. 1 lakh	-	-	-	-	-	-	-	-	-
(c) Other (Specify)	-	-	-	-	-	-	-	-	-
Sub Total B.2.	-	-	-	-	-	-	-	-	-
Total Public shareholding of Promotors B = B.1+B.2	-	-	-	-	-	-	-	-	-
C. Shares held by Custodians for ADRs and GDRs	-	-	-	-	-	-	-	-	-
Grand Total (A + B + C)	-	**10,000**	**10,000**	**100%**	**11,42,000**	-	**11,42,000**	**57.10%**	**42.90%**

ii *Shareholding of promoters.*

Sl. No	Shareholders name	Shareholding at the beginning of the Year			Shareholding at the end of the Year			% change in the shareholding during the year
		No. of shares	% of total shares of the company	% of shares pledged/ encumbered to total shares	No. of shares	% of total shares of the company	% of shares pledged/ encumbered to total shares	
1	Air Marshal Shirish Baban Deo (Retd)	7,400	74.00%	-	11,36,826	56.84%	-	17.16%
2	Mrs. Anjna Shirish Deo	2,600	26.00%	-	5174	0.26%	-	25.74%
TOTAL		10,000	100%	-	11,42,000	57.1	-	42.9%

iii *Change in Promoter's shareholding (please specify if there is no change).*

Sl. No	Name of the Promoter	Shareholding at the beginning of the Year		Cumulative shareholding during the year	
		No. of Shares	% of total shares of the company	No. of Shares	% of total shares of the company
1	**Air Marshal Shirish Baban Deo (Retd)**				
	At the beginning of the year	7400	74 %	7400	74%
	Change during the year	–	–	11,29,426	--
	At the end of the year	7400	74 %	11,36,826	56.84%
2	**Mrs. Anjna Deo**				
	At the beginning of the year	2600	26 %	2600	26%
	Change during the year	--	–	2574	--
	At the end of the year	2600	26 %	5,174	0.26%

iv ***Shareholding pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs)***

Sl. No	Name of the Shareholders	Shareholding at the beginning of the Year		Cumulative shareholding during the year	
		No. of Shares	% of total shares of the company	No. of Shares	% of total shares of the company
1	**Mr. Kartik Kale**				
	At the beginning of the year	-	-	-	-
	Change during the year	-	-	1,62,000	8.1%
	At the end of the year	-	-	1,62,000	8.1%
2	**Mr. Rohit Kale**				
	At the beginning of the year	-	-	-	-
	Change during the year	-	-	1,62,000	8.1%
	At the end of the year	-	-	1,62,000	8.1%
3	**MDAVF**				
	At the beginning of the year	-	-	-	-
	Change during the year	-	-	10,000	0.5%
	At the end of the year	-	-	10,000	0.5%

v ***Shareholding of Directors and KMP***

Sl. No.	Name of the Director/KMP	Shareholding at the beginning of the Year		Cumulative shareholding during the year	
		No. of Shares	% of total shares of the company	No. of Shares	% of total shares of the company
1	**Air Marshal Shirish Baban Deo (Retd)**				
	At the beginning of the year	7,400	74%	7,400	74%
	Change during the year	-	-	11,29,426	-
	At the end of the year	7,400	74%	11,36,826	56.84%
2	**Mrs. Anjna Deo**				
	At the beginning of the year	2,600	26%	2,600	26%
	Change during the year	-	-	2,574	-
	At the end of the year	2,600	26%	5,174	0.26%
3	**Mr. Prafulla Kale**				
	At the beginning of the year	-	-	-	-
	Change during the year	-	-	1,62,000	-
	At the end of the year	-	-	1,62,000	8.1%
4	**Mr. Gautam Kale**				
	At the beginning of the year	-	-	-	-
	Change during the year	-	-	1,62,000	-
	At the end of the year	-	-	1,62,000	8.1%
5	**Mr. Mahesh Panwar**				
	At the beginning of the year	-	-	-	-
	Change during the year	-	-	2,00,000	-
	At the end of the year	-	-	2,00,000	10%

Sl. No.	Name of the Director/KMP	Shareholding at the beginning of the Year		Cumulative shareholding during the year	
		No. of Shares	% of total shares of the company	No. of Shares	% of total shares of the company
6	**Mr. Dhananjay Vartak**				
	At the beginning of the year	-	-	-	-
	Change during the year	-	-	-	-
	At the end of the year	-	-	-	-
7	**CS Sonali Awari**				
	At the beginning of the year	-	-	-	-
	Change during the year	-	-	-	-
	At the end of the year	-	-	-	-

vi **Indebtedness.** Indebtedness of the Company including Interest outstanding/accrued but not dew for payment.

Sl No	Particulars	Secured	Unsecured	Deposit	Total Indebtedness
1	**Indebtedness at the beginning of the year**				
	Principal Amount	5,94,460	19,67,30,512	-	19,67,30,512
	Interest due but not paid	-	-	-	-
	Interest accrued but not due	-	-	-	-
	Total	**5,94,460**	**19,67,30,512**	-	**19,67,30,512**
2	**Change in indebtedness during the Financial Year**				
	Addition	-	39,08,13,580	-	39,08,13,580
	Reduction	(2,39,690)	(14,30,44,622)	-	(14,32,84,312)
	Net Change	**(2,39,690)**	**24,77,68,958**	-	**24,75,29,268**
3	**Indebtedness at the end of the Financial Year**				
	Principal Amount	3,54,770	44,44,99,480	-	44,48,54,250
	Interest due but not paid	-	-	-	-
	Interest accrued but not due	-	-	-	-
Total		**3,54,770**	**44,44,99,480**	-	**44,48,54,250**

vii Remuneration of Directors and Key Managerial Personnel

a. Remuneration to Managing Director, Whole Time Directors and/or Manager

Sl. No	Particulars of Remuneration	Amount	Total Amount
Name of MD/WTD/Manager: **Air Marshal Shirish Baban Deo (Retd)**			
1	Gross Salary	1,40,85,000	1,40,85,000
	i. Salary as per provisions contained in Section 17(1) of the Income Tax Act, 1961	-	-
	ii. Value of perquisites u/s17(2) of the Income Tax Act, 1961	-	-
	iii. Profits in lieu of salary under Section 17(3) of the Income Tax Act, 1961	-	-
2	Stock Option	-	-
3	Sweat Equity	-	-
4	Commission	-	-
	- as percentage of profit	-	-
	- others, specify	-	-
5	Others, please specify	-	-
	Total (a)	1,40,85,000	1,40,85,000
	Ceiling as per the Act	-	-

b. Remuneration to other Directors

Sl. No.	Particulars of Remuneration	Amount	Total Amount
1	**Independent Directors**		
	i. Fee for attending Board/Committee meetings	-	-
	ii. Commission	-	-
	iii. Others, please specify	-	-
	Total (1)	-	-
2	Other Non-executive Directors: **Mrs. Anjna Deo**		
	i. Fee for attending Board/Committee meetings	-	-
	ii. Commission	-	-
	iii. Others, please specify (Salary)	47,70,000	47,70,000
	Total (2)	-	-
	Total (b) = (1) + (2)	47,70,000	47,70,000
	Total managerial remuneration	-	-
	Overall Ceiling as per the Act	-	-

c. Remuneration to Key Managerial Personnel other than MD/WTD/Manager

Sr. No.	Particulars of Remuneration	Amount	Total Amount
Name of Key Managerial Personnel: **CS Sonali Awari**			
1	Gross Salary	2,65,500	2,65,500
	i. Salary as per provisions contained in Section 17(1) of the Income Tax Act, 1961	-	-
	ii. Value of perquisites u/s17(2) of the Income Tax Act, 1961	-	-
	iii. Profits in lieu of salary under Section 17(3) of the Income Tax Act, 1961	-	-
2	Stock Option	-	-
3	Sweat Equity	-	-
4	Commission	-	-
	- as percentage of profit	-	-
	- others, specify	-	-
5	Others, please specify	-	-
	Total (a)	2,65,500	2,65,500
	Ceiling as per the Act	-	-

d. Penalties/punishment/compounding of Offences

Sl. No	Type	Section of the Companies Act	Brief description	Details of penalty/punishment/compounding fees imposed	Authority [RD/NCLT/Court]	Appeal made, if any (give details)
1	**Company**					
	Penalty	-	-	-	-	-
	Punishment	-	-	-	-	-
	Compounding	-	-	-	-	-
2	**Directors**					
	Penalty	-	-	-	-	-
	Punishment	-	-	-	-	-
	Compounding	-	-	-	-	-
3	**Other officers in default**					
	Penalty	-	-	-	-	-
	Punishment	-	-	-	-	-
	Compounding	-	-	-	-	-

For and on behalf of the Board of Directors of **JSR Dynamics Private Limited**

Air Marshal Shirish Deo (Retd)
Chairman & Managing Director
DIN: 08315155

JSR Dynamics Pvt. Ltd. Nagpur

Mr. Prafulla Kale
Director
DIN: 00073775

Date: 18th August 2022
Place: Nagpur

JSR DYNAMICS

ANNEXURE II

FORM AOC-2

[Pursuant to clause(h) of sub-section 134 of the Companies Act, 2013 and Rule 8(2) of the Companies (Accounts) Rules, 2014]

1. Form for disclosure of particulars of contracts/arrangements entered into by the Company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arm's length transaction under third provision thereto.

   a. Details of contracts or arrangements or transactions not at arm's length basis: **Not Applicable**

   b. Details of material contracts or arrangements or transaction at arm's length basis:

Sl No	Name of related party	Nature of Relationship	Duration of Contract	Salient terms	Amount (In Rs.)
1	Jaika Automobiles and Finance Private Limited	Common Directors	Not Applicable	Capital Advances	36,13,823
2	Shublaxmi Ispat Private Limited	Common Directors	Not Applicable	Trade Advances, Reimbursement of expenses, Rent etc.	23,73,850

For and on behalf of the Board of Directors of **JSR Dynamics Private Limited**

JSR Dynamics Pvt. Ltd. Nagpur

Air Marshal Shirish Deo (Retd)
Chairman &Managing Director
DIN: 08315155

Mr. Prafulla Kale
Director
DIN: 00073775

Date: 18th August 2022
Place: Nagpur