

Rane Light Metal Castings Inc. (Formerly known as Rane Precision Die Casting, Inc.)
Fit for consolidation financial statements
Fit for consolidation balance sheets as at March 31, 2023 and March 31, 2022

(In Rs.)

S.No	Particulars	Note No.	As at March 31, 2023	As at March 31, 2022
A. ASSETS				
Non-current assets				
	(a) Property, plant and equipment	2	93,15,40,171	1,07,23,61,579
	(b) Right of use asset	2	3,72,76,800	2,21,84,489
	(c) Capital work-in-progress	2		2,14,33,455
	(d) Financial assets			
	(i) Other financial assets	3a	9,97,84,213	7,41,53,995
	(ii) Restricted cash	3b	1,64,22,000	1,51,44,000
	(e) Other non-current assets	4	8,33,08,906	11,00,34,859
	Total non-current assets		1,16,83,32,090	1,31,53,12,377
Current Assets				
	(a) Inventories	5	22,17,84,994	20,12,53,166
	(b) Financial assets			
	(i) Trade receivables	6	38,72,31,468	41,93,86,573
	(ii) Cash and cash equivalents	7	13,56,40,295	4,11,85,502
	(iii) Loans to employees	3a	6,36,949	17,08,040
	(iv) Other financial assets	3a	54,11,311	38,47,462
	(c) Other current assets	4	4,71,36,519	5,88,90,706
	Total current assets		79,78,41,536	72,62,71,449
	Total assets		1,96,61,73,626	2,04,15,83,826
B. EQUITY AND LIABILITIES				
Equity				
	(a) Equity share capital	9	6,834	6,834
	(b) Other equity	10	32,20,29,300	25,28,29,054
	Total equity		32,20,36,134	25,28,35,888
Liabilities				
Non-current liabilities				
	(a) Financial liabilities			
	(i) Borrowings	11	74,51,48,250	82,53,48,000
	(ii) Lease liability	12	2,57,68,166	1,43,74,656
	(b) Provisions	15 a	10,88,13,404	13,26,33,424
	Total non-current liabilities		87,97,29,820	97,23,56,080
Current liabilities				
	(a) Financial liabilities			
	(i) Borrowings.	14a	57,68,22,750	46,94,64,000
	(ii) Trade payables	13	22,30,43,397	27,62,49,147
	(ii) Other financial liabilities	14	4,52,24,055	3,34,03,931
	(iv) Current maturities of lease liability	14b	1,35,42,318	1,01,29,034
	(b) Current tax liability (net)	8	99,082	85,750
	(c) Other current liabilities	15	3,07,75,141	2,70,59,996
	Total current liabilities		88,95,06,743	81,63,91,858
	Total liabilities		1,76,92,36,563	1,78,87,47,938
	Total equity and liabilities		2,09,12,72,697	2,04,15,83,826

For KNAV P.A.
Certified Public Accountants

For and on behalf of the Board of Directors of Rane Light Metal Castings Inc.

Amber Mehta
Partner
Licensed in Georgia

Harish Lakshman
Director

B Gnanasambandam
Director

Place: Atlanta
Date: April XX, 2023

Place:
Date:

Place:
Date:

Rane Light Metal Castings Inc. (Formerly known as Rane Precision Die Casting, Inc.)
Fit for consolidation financial statements
Fit for consolidation statements of loss for the years ended March 31, 2023 and March 31, 2022
(In Rs.)

S.No	Particulars	Note No.	Year ended March 31, 2023	Year ended March 31, 2022
I	Revenues from operations (net)	17	2,30,88,87,632	1,86,92,04,159
II	Other income	18a	1,04,85,715	91,128
III	Total income (I+II)		2,31,93,73,347	1,86,92,95,287
IV	Expenses:			
	Cost of materials consumed		1,08,87,92,714	82,52,27,569
	Changes in inventories of finished goods, work-in-progress and stock in trade	19	17,04,083	1,44,07,704
	Employee benefits expense	20	97,07,68,045	94,86,38,829
	Finance costs	21	6,57,01,687	(82,53,371)
	Depreciation and amortisation expense	22	23,60,00,856	19,89,29,142
	Other expenses	23	58,41,29,040	59,66,99,659
	Total expenses (IV)		2,94,70,96,425	2,57,56,49,532
V	Loss before tax (III-IV)		(62,77,23,078)	(70,63,54,245)
	Exceptional Item	18b	(9,05,07,802)	46,71,28,770
VI	Loss before tax after exceptional item (III-IV)		(71,82,30,880)	(23,92,25,475)
VII	Tax expense:			
	(1) Current tax	24	96,620	29,761
			96,620	29,761
VIII	Loss for the year from continuing operations(V-VI)		(71,83,27,500)	(23,92,55,236)
IX	Loss from discontinued operations after tax (VIII-IX)		-	-
X	Loss for the year (VII + X)		(71,83,27,500)	(23,92,55,236)
	Other comprehensive (loss) income			
	A. i) Items that will not be reclassified to profit or loss			
	a) Exchange differences on translation of foreign operations		(1,93,04,812)	(68,86,134)
	b) Remeasurements of the defined benefit plans		(2,60,36,934)	(49,54,503)
	B. i) Items that may be reclassified to profit or loss			
	a) Exchange differences in translating the financial statements of foreign operations			
	b) Debt instruments through other comprehensive income			
	a) Effective portion of gains and loss on designated portion of hedging instruments in a cash flow hedge		-	1,92,90,251
	d) Fair value gain / (loss) on time value of option and forward elements of forward contracts in a cash flow hedge			
	e) Others (specify nature)			
	ii) Income tax relating to items that will be reclassified to profit or loss			
XI	Total other comprehensive (loss) income (A(i-ii)+B(i-ii))		(4,53,41,746)	74,49,614
XII	Total comprehensive loss for the period (XI+XII)		(67,29,85,754)	(24,67,04,851)
XIII	Losses Per Equity Share			
	- For continuing operations			
	(a) Basic (In Rs.)	25	#DIV/0!	(23,92,552)
	(b) Diluted (In Rs.)	25	#DIV/0!	(23,92,552)

**For KNAV P.A.
Certified Public Accountants**
**For and on behalf of the Board of Directors of Rane Light Metal
Castings Inc.**
Amber Mehta
Partner
Licensed in Georgia

Harish Lakshman
Director

B Gnanasambandam
Director

Place: Atlanta
Date: April XX, 2023

Place:
Date:

Place:
Date:

Rane Light Metal Castings Inc. (Formerly known as Rane Precision Die Casting, Inc.)
Fit for consolidation financial statements
Fit for consolidation statements of changes in equity as on March 31, 2023 and March 31, 2022

(In Rs.)

Particulars	Reserves and surplus				Items of other comprehensive income			Total
	Share Capital	Share premium	General reserve	Retained earnings	Foreign currency translation reserve (FCTR)	Effective portion of cash flow hedges	Actuarial Gain / (Loss)	
Balance at March 31, 2021	6,834	1,89,85,21,447	-	(1,98,63,17,779)	2,83,233	1,92,90,251	(1,04,04,248)	(7,86,20,260)
2021-22								
Loss for the year	-	-	-	(23,92,55,236)	-	-	-	(23,92,55,236)
On issue of shares	-	57,81,61,000	-	-	-	-	-	57,81,61,000
Other comprehensive gain for the year, net of income tax	-	-	-	-	-	(1,92,90,251)	49,54,503	(1,43,35,748)
Movement in foreign exchange translation reserve	-	-	-	-	68,86,133	-	-	68,86,133
Balance at March 31, 2022	6,834	2,47,66,82,447	-	(2,22,55,73,015)	71,69,366	-	(54,49,745)	25,28,35,888
2022-23								
Loss for the year	-	-	-	(71,83,27,500)	-	-	-	(71,83,27,500)
On issue of shares	-	74,21,86,000	-	-	-	-	-	74,21,86,000
Other comprehensive loss for the year, net of income tax	-	-	-	-	-	-	2,60,36,934	2,60,36,934
Movement in foreign exchange translation reserve	-	-	-	-	1,93,04,812	-	-	1,93,04,812
Balance at March 31, 2023	6,834	3,21,88,68,447	-	(2,94,39,00,515)	2,64,74,178	-	2,05,87,189	32,20,36,134

For KNAV P.A.
Certified Public Accountants

For and on behalf of the Board of Directors of Rane Light Metal Castings Inc.

Amber Mehta
Partner
Licensed in Georgia

Harish Lakshman
Director

B Gnanasambandam
Director

Place: Atlanta
Date: April XX, 2023

Place:
Date:

Place:
Date:

Rane Light Metal Castings Inc. (Formerly known as Rane Precision Die Casting, Inc.)**Fit for consolidation financial statements****Fit for consolidation cash flows statements for the years ended March 31, 2023 and March 31, 2022****(In Rs.)**

	For the Year ended March 31, 2023		For the Year ended March 31, 2022	
A. Cash flow from operating activities				
Loss before tax		(71,82,30,880)		(23,92,25,475)
Adjustments for :				
Finance costs recognised in profit or loss	6,57,01,687		(82,53,371)	
Loss on disposal of property, plant and equipment	-		-	
Impairment loss (reversed) recognised on trade receivables	(78,20,324)		19,39,164	
PPP loan forgiveness			(19,65,57,435)	
Depreciation and amortisation of non-current assets (continuing and discontinued operations)	23,60,00,856		19,89,29,142	
Impairment of property, plant and equipment	9,05,07,802		-	
Reversal of provision on trade receivables	-		-	
		(33,38,40,857)		(24,31,67,974)
Movements in working capital :				
Decrease (increase) in trade receivables	7,39,10,778		(13,21,50,987)	
(Increase) decrease in inventories	(34,71,587)		7,23,54,924	
Increase in other financial assets	(1,89,54,616)		(3,45,76,044)	
Decrease (increase) in other assets	5,27,87,548		(4,27,21,740)	
(Decrease) increase in trade payables	(7,48,68,291)		86,11,702	
Increase (decrease) in other financial liabilities	81,89,337		(1,90,126)	
(Decrease) increase in provisions and other liabilities	(80,32,762)	2,95,60,406	2,45,20,439	(10,41,51,832)
Cash used in operations		(30,42,80,452)		(34,73,19,806)
Income tax refund received/ payment made		(90,623)		(24,214)
Net cash outflow from operating activities		(30,43,71,074)		(34,73,44,020)
B. Cash flow from investing activities				
Payments for property, plant and equipment	(11,31,14,154)		(32,49,56,626)	
Proceeds from disposal of property, plant and equipment			-	
Changes in capital work in progress	2,14,33,455		13,96,64,171	
Net cash used in investing activities		(9,16,80,699)		(18,52,92,454)
C. Cash flow from financing activities				
Proceeds from borrowings	93,19,36,267		45,63,35,817	
Proceeds from (repayment of) finance lease	1,24,64,220		(94,42,380)	
Repayment of debt	(1,01,22,75,600)		(43,21,22,084)	
Proceeds from equity	74,21,86,000		57,81,61,000	
Interest paid	(6,50,84,019)		(3,61,74,963)	
Net cash provided by financing activities		60,92,26,868		55,67,57,390
Net increase in cash and cash equivalents		21,31,75,096		2,41,20,915
Cash and cash equivalents at the beginning of the year		5,63,29,502		2,64,35,571
Effects of exchange rate changes on the balance of cash, cash equivalents and restricted cash held in foreign currencies		(11,74,42,303)		57,73,015
Cash and cash equivalents cash at the end of the year		15,20,62,295		5,63,29,502

Cash and cash equivalents consists of	As at March 31, 2023		As at March 31, 2022	
Cash and cash equivalents		13,56,40,295		4,11,85,502
Restricted cash		1,64,22,000		1,51,44,000

For KNAV P.A.**Certified Public Accountants****Amber Mehta**Partner
Licensed in GeorgiaPlace: Atlanta
Date: April XX, 2023**For and on behalf
of the Board of
Directors of Rane****Harish Lakshman**
DirectorPlace:
Date:

Rane Light Metal Castings Inc. (Formerly known as Rane Precision Die Casting, Inc.)
Fit for consolidation financial statements for the years ended March 31, 2023 and March 31, 2022
NOTES FORMING PART OF ACCOUNTS

Note 1: Summary of significant accounting policies

1. General information

Rane Light Metal Castings Inc. (formerly known as Rane Precision Die Casting Inc.) (the "Company"), was acquired by Rane (Madras) International Holdings B.V. ("the Parent Company") on February 17, 2016. The Company is based in Russellville, Kentucky, and it is a leading supplier of high-quality, lightweight aluminum die castings to the North American market. The Company, originally founded in 1956, produces complex, thin-walled, low porosity, high-pressure aluminum die castings. The Company provides a comprehensive portfolio of aluminum die cast solutions for steering and compressor components, pumps, valve housings and other non-automotive components. The Company changed its name from Rane Precision Die Casting Inc. to Rane Light Metal Castings Inc. on June 04, 2020.

2. Summary of significant accounting policies

2.1

These fit for consolidation financial statements have been prepared in accordance with Group Accounting policies of Rane (Madras) Limited ("RML").

All the assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle. Based on the nature of the products and the time between the acquisition of assets for processing and their realisation 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.

2.2 Liquidity plans

In July 2019, the RML board resolved to enhance the limit for investment in the Company through Rane Madras International Holdings, B.V. ("RMIH"), the Parent Company, from USD 20 million to USD 30 million in one or more tranches from time to time. The investment can be in the form of equity shares or preference shares or any other type of securities or capital instruments including any combination thereof.

In July 2021, the RML board resolved to enhance the limit for investment in the Company through Rane Madras International Holdings, B.V. ("RMIH"), the Parent Company, from USD 30 million to USD 45 million in one or more tranches from time to time. As of March 31, 2022, Company has received \$ 34,659,900 (INR 476,682,447 out of the sanctioned \$ 45,000,000 (INR 3,407,400,000) through equity infusion.

In March 2023, the RML board resolved to enhance the limit for investment in the Company through Rane Madras International Holdings, B.V. ("RMIH"), the Parent Company, from USD 45 million to USD 50 million in one or more tranches from time to time. As of March 31, 2023, Company has received \$ 43,859,900 (INR 3,218,868,447) out of the sanctioned \$ 50,000,000 (INR 4,105,500,000) through equity infusion.

Further, in March 2019, the RML board resolved to guarantee for loan amounting to \$ 40,000,000 (INR 3,284,400,000) out of which \$ 17,100,000 (INR 1,404,081,000) amount is utilized as of March 31, 2023. The Company has loan outstanding amounting to \$ 16,100,000 (INR 1,172,120,250) which has been guaranteed by Rane (Madras) Limited ("the parent").

2.3 Use of estimates

The preparation of the fit for consolidation financial statements in conformity with in accordance with Group Accounting policies of RML requires the management to make estimates and assumptions that affect the reported amount of assets and liabilities as of the fit for consolidation Balance Sheet date, reported amount of revenues and expenses for the year and disclosure of contingent liabilities as of the fit for consolidation Balance Sheet date.

Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about the assumptions and estimates may result in outcomes requiring a material adjustment to the carrying amount of assets or liabilities in future periods. Difference between actual results and estimates are recognised in the fit for consolidation Statements of Loss in the year in which the results are known / materialised.

2.4 Property, plant and equipment & depreciation

(i) Tangible assets

Property, plant and equipment are valued at cost, namely, cost of acquisition and other incidental expenses directly related to their installation / erection less accumulated depreciation and impairment, if any. Capital work-in-progress comprises of the cost of fixed assets that are not yet ready for their intended use at the reporting date. Subsequent expenditure related to an item of fixed asset is added to its book value only if it increases the future benefit from the existing asset beyond its previously assessed standard of performance.

Depreciation on tangible assets is generally computed on a pro-rata basis on the basis of the estimated life specified in Schedule II of the Companies Act, 2013 under straight line method. The useful life of assets prescribed in Schedule II of The Companies Act, 2013 are considered for the purpose of computation of depreciation. However, if the management's estimate of the useful life of property, plant and equipment at the time of acquisition of the asset or of the remaining useful life on a subsequent review is different from that envisaged in the aforesaid schedule, depreciation is provided at a rate based on the useful life / remaining useful life as technically advised. Accordingly, depreciation is provided based on the useful life indicated below which is different from that stated in Schedule II to the Companies Act, 2013.

Assets	Life
Machinery & equipment	3-15 years
Vehicles	4-5 years
Computers and data processing equipment	3-5 years
Maintenance tools	1 year

Depreciation charge on additions / deletions is restricted to the period of use.

The property, plant and equipment acquired under finance leases is depreciated over the asset's useful life or over the shorter of asset's useful life and the lease term if there is no reasonable certainty that the Company will acquire ownership at the end of the lease term.

2.5 Impairment

(i) Impairment of assets

Assessment is done at each Balance Sheet date as to whether there is any indication that a tangible asset may be impaired. For the purpose of assessing impairment, the smallest identifiable pool of assets that generates cash inflows from continuing use that are largely independent of the cash inflows from other assets or pool of assets, is considered as a cash generating unit. If any such indication exists, an estimate of the recoverable amount of the asset / cash generating unit is made. Assets whose carrying value exceeds their recoverable amount are written down to the recoverable amount. Recoverable amount is higher of an asset's or cash generating unit's net selling price less costs to sell and its value in use. Value in use is the present value of estimated future cash flows expected to arise from the continuing use of an asset and from its disposal at the end of its useful life. Assessment is also done at each balance sheet date as to whether there is any indication that an impairment loss recognised for an asset in prior accounting periods may no longer exist or may have decreased.

2.6 Borrowing costs

Borrowing costs that are attributable to the acquisition / construction / production of qualifying assets (asset which requires substantial period of time to get ready for its intended use) are capitalised as part of the cost of that asset. All other borrowing costs are charged to income.

2.7 Inventories

Inventories are stated at lower of weighted average cost and net realisable value. Cost of inventories comprises of purchase cost, cost of conversion and other cost including manufacturing overheads incurred in bringing the inventory to present location and condition. Net realisable value is the estimated selling price in the ordinary course of business, less the estimated costs of completion and the estimated costs necessary to make the sale.

2.8 Revenue recognition

Revenues related to sale of products is recognized at a point in time when control of the product is transferred to the customer based on an overall assessment of the existence of a right to payment, the allocation of ownership rights, the transfer of physical possession and the transfer of risk and rewards. The Company recognizes revenue when control of the products is transferred i.e. when the products are shipped from the Company's facility, as agreed in the contract and the risk and rewards along-with legal title has transferred to the customer. Revenue from these sales is recognised based on the price specified in the contract, net of the trade discounts.

2.9 Other income

Interest : Interest income is recognised on a time proportion basis taking into account the amount outstanding of loans and the rate applicable.

2.10 Employee benefits

1. Short-term employee benefits

All employee benefits payable wholly within twelve months of rendering the service are classified as short-term employee benefits and recognised in the period in which the employee renders the related service.

2. Disability benefit

The benefit will be payable in the form of a lifetime pension until the earliest of: recovery, death or normal retirement date.

3. Death benefit

If a participant dies after he/she has become vested under the defined benefit plan but before he/she begins to receive a retirement pension benefit, his/her spouse will receive a 50% survivor benefit if he/she has been married at least one year.

4. Defined contribution plans

401k plan

The Company has a 401k plan set up for its employees. The contributions payable to these plans by the Company are at rates specified in the rules of the schemes.

5. Defined benefit plan

Pension plan

A participant is eligible for his normal retirement pension after the participant has attained age of 62 and terminates employment. A participant shall receive a monthly benefit payable at normal retirement age equal to:

- \$23:00 multiplied by years of benefit service from December 2003 to October 10, 2005; plus
- \$24:00 multiplied by years of benefit service from October 2005 to October 9, 2006; plus
- \$25:00 multiplied by years of benefit service from October 9, 2006, to October 8, 2007; plus
- \$26:00 multiplied by years of benefit service from October 5, 2007 to December 16, 2010; plus
- \$16:00 multiplied by benefit service after December 16, 2010.

The liability with regards to the Plan are determined by the actuarial valuation, performed by an independent actuary, at each balance sheet date using projected unit cost method. The Company contributes all ascertained liabilities to the registered investment companies which are held under a separate trust through custodian, Charles Schwab, as permitted by the Department of Labor. The Company recognizes the net obligation of the Plan in the Balance Sheet as an asset or liability, respectively, in accordance with Ind AS 19, "Employee benefits". The Company's overall long term rate of return on assets has been determined based on the available market information and the historical and expected future investment trends of present and expected assets in the Plan. The discount rate is based on the Government securities yield or equivalent corporate bond. Remeasurement of defined benefit plans in respect of post employment are charged to the other comprehensive income.

2.11 Taxes on income

Tax expense for the period, comprising current tax and deferred tax, are included in the determination of the net profit income taxes are accrued in the same period that the related revenue and expenses arise. A provision is made for income tax annually, based on the tax liability computed, after considering tax allowances and exemptions. Provisions are recorded when it is estimated that a liability due to disallowances or other matters is probable.

Deferred tax is recognised for all the timing differences, subject to the consideration of prudence in respect of deferred tax assets. Deferred tax assets are recognised and carried forward only to the extent that there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised. Deferred tax assets and liabilities are measured using the tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date. At each Balance Sheet date, the Company re-assesses unrecognised deferred tax assets, if any.

2.12 Research & development expenditure

Revenue expenditure on research and development is charged off in the year in which it is incurred. Capital expenditure on research and development is included under property, plant and equipment.

2.13 Provisions and contingent liabilities

Provisions : Provisions are recognised when there is a present obligation as result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and there is a reliable estimate of the amount of the obligation. Provisions are measured at the best estimate of the expenditure required to settle the present obligation at the Balance Sheet date and are not discounted to its present value.

Contingent liabilities : Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non occurrence of one or more uncertain future events not wholly within the control of the company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made.

2.14 Leases

The Company has applied Ind AS 116 using the modified retrospective approach.

As a lessee

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

Right-of-use asset

The right-of-use asset is subsequently depreciated using the straight-line method from the commencement date to the earlier of the end of the useful life of the right-of-use asset or the end of the lease term. The estimated useful lives of right-of-use assets are determined on the same basis as those of property and equipment. In addition, the right-of-use asset is periodically reduced by impairment losses, if any, and adjusted for certain re-measurements of the lease liability.

Lease liability

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, company's incremental borrowing rate. Generally, the company uses its incremental borrowing rate as the discount rate.

The lease liability is measured at amortized cost using the effective interest method. It is remeasured when there is a change in future lease payments arising from a change in an index or rate, if there is a change in the company's estimate of the amount expected to be payable under a residual value guarantee, or if company changes its assessment

2.15 Earnings per share

Basic earnings per share is calculated by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year. Earnings considered in ascertaining the Company's earnings per share is the net profit for the year after deducting equity dividends and any attributable tax thereto for the year. The weighted average number of equity shares outstanding during the period and for all years presented is adjusted for events, such as bonus shares, other than the conversion of potential equity shares, that have changed the number of equity shares outstanding, without a corresponding change in resources. For the purpose of calculating diluted earnings per share, the net loss for the year attributable to equity shareholders and the weighted average number of shares outstanding during the year is adjusted for the effects of all dilutive potential equity shares.

2.16 Cash and cash equivalents

For the purpose of presentation in the statements of cash flows, cash and cash equivalents include cash on hand, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

2.17 Foreign currency transactions and translations

(i) Functional and presentation currency

Items included in the financial statements of the Company are measured using the currency of the primary economic environment in which the entity operates ('the functional currency'). The functional currency of the Company is United States Dollars ('USD'). However, the fit for consolidation financial statements are presented in Indian Rupees ('INR') for consolidation with the Parent Company and therefore is the presentation currency of the Company.

(ii) Translation

The results and financial position of the Company, which have a functional currency different from the presentation currency are translated into the presentation currency as follows:

- assets and liabilities are translated at the closing rate at the date of that fit for consolidation Balance Sheet;
- income and expenses are translated at average exchange rates (unless this is not a reasonable approximation of the cumulative effect of the rates prevailing on the transaction dates, in which case incomes and expenses are translated at the dates of the transactions); and
- all resulting foreign exchange differences are recognised in other comprehensive (loss) income .

2.18 Hedge accounting

The Company designates certain hedging instruments, which include derivatives in respect of foreign currency risk, as either fair value hedges or cash flow hedges. At the inception of the hedge relationship, the entity documents the relationship between the hedging instrument and the hedged item, along with its risk management objectives and its strategy for undertaking various hedge transactions. Furthermore, at the inception of the hedge and on an ongoing basis, the Company documents whether the hedging instrument is highly effective in offsetting changes in fair values or cash flows of the hedged item attributable to the hedged risk.

Cash flow hedges

The effective portion of changes in the fair value of derivatives that are designated and qualify as cash flow hedges is recognised in other comprehensive income and accumulated under the heading of cash flow hedging reserve. The gain or loss relating to the ineffective portion is recognised immediately in profit and loss, and is included in the Other income. Amounts previously recognised in other comprehensive income and accumulated in equity relating to (effective portion as described above) are reclassified to profit and loss in the periods when the hedged item affects profit and loss, in the same line as the recognised hedged item. However, when the hedged forecast transaction results income and accumulated under the heading of cash liability, such gains and losses are transferred from equity (but not as a reclassification adjustment) and included in the initial measurement of the cost of the non-financial asset or non-financial liability.

Hedge accounting is discontinued when the hedging instrument expires or is sold, terminated, or exercised, or when it no longer qualifies for hedge accounting. loss, in the same line as the recognised hedged item. Any gain or loss recognised in other comprehensive income and accumulated in equity at that time remains in equity and is recognised when the forecast transaction is ultimately recognised in profit and loss. When a forecast transaction is no longer expected to occur, the gain or loss accumulated in equity is recognised immediately in profit and loss.

2.19 Fair value

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the company takes into account the characteristics of the asset or liability as if market participants would take those characteristics into account when pricing the asset or liability at the measurement date. Fair value for measurement and/ or disclosure purposes in these financial statements is determined on such a basis, except for leasing transactions that are within the scope of Ind AS 17, and measurements that have some similarities to fair value but are not fair value, such as net realisable value in Ind AS 2-Inventories or value in use in Ind AS 36-Impairment of Assets. In addition, for financial reporting purposes, fair value measurements are categorised into Level 1, 2, or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:

Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;

Level 2 inputs are inputs, other than quoted prices included within Level 1, that are observable for the asset or liability, either directly or indirectly; and

Level 3 inputs are unobservable inputs for the asset or liability.

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(In Rs.)

Note 2: Property, plant and equipment and capital work-in-progress		
	As at March 31, 2023	As at March 31, 2022
Carrying amounts of:		
Plant and equipment	87,55,59,970	1,02,52,32,137
Office equipment	50,32,511	58,27,881
Leasehold improvements	5,09,47,690	4,13,01,561
Right-of-use asset	3,72,76,800	2,21,84,489
Sub-total	96,88,16,971	1,09,45,46,068
Capital work-in-progress	12,50,99,071	2,14,33,455
Total	1,09,39,16,042	1,11,59,79,523

(In Rs.)

Gross carrying amount	Plant and equipment	Office equipment	Vehicles	Leasehold improvements	Total
Balance at 01-Apr-2021	1,45,76,45,740	2,89,15,882	36,765	5,44,82,363	1,54,10,80,750
Additions	27,43,37,588	2,15,177	-	26,30,476	27,71,83,241
Disposals	-	(99,959)	-	-	(99,959)
Effect of foreign currency exchange differences	4,34,14,173	8,61,223	1,095	16,22,689	4,58,99,181
Balance at 31-Mar-2022	1,77,53,97,501	2,98,92,324	37,860	5,87,35,528	1,86,40,63,213
Balance at 01-Apr-2022	1,77,53,97,501	2,98,92,324	37,860	5,87,35,528	1,86,40,63,213
Additions	7,65,85,215	-	-	1,11,09,574	8,76,94,789
Disposals	-	-	-	-	-
Effect of foreign currency exchange differences	15,15,13,468	25,22,610	3,195	52,01,536	15,92,40,809
Balance at 31-Mar-2023	2,00,34,96,184	3,24,14,934	41,055	7,50,46,638	2,11,09,98,811

(In Rs.)

Accumulated depreciation	AD plant and equipment	AD office equipment	AD vehicles	AD leasehold improvements	Total
Balance at 01-Apr-2021	54,62,45,402	2,23,05,425	36,765	1,27,66,938	58,13,54,530
Eliminated on disposals	-	(68,252)	-	-	(68,252)
Depreciation expense	18,46,36,728	11,69,976	-	42,17,928	19,00,24,632
Effect of foreign currency exchange differences	1,92,83,234	6,57,294	1,095	4,49,101	2,03,90,724
Balance at 31-Mar-2022	75,01,65,364	2,40,64,443	37,860	1,74,33,967	79,17,01,634
Balance at 01-Apr-2022	75,01,65,364	2,40,64,443	37,860	1,74,33,967	79,17,01,634
Eliminated on disposals	-	-	-	-	-
Depreciation expense	21,71,75,409	12,59,428	-	50,81,731	22,35,16,568
Impairment loss	9,05,07,802	-	-	-	9,05,07,802
Effect of foreign currency exchange differences	7,00,87,639	20,58,552	3,195	15,83,250	7,37,32,636
Balance at 31-Mar-2023	1,12,79,36,214	2,73,82,423	41,055	2,40,98,948	1,17,94,58,640

Carrying amount as on March 31, 2022	1,02,52,32,137	58,27,881	-	4,13,01,561	1,07,23,61,579
Carrying amount as on March 31, 2023	87,55,59,970	50,32,511	-	5,09,47,690	93,15,40,171

For the years ended March 31, 2023 and March 31, 2022, the Company recognized impairment totaling INR 90,507,802 (\$ 1,126,569) and INR Nil (\$ Nil), respectively, associated with Plant and equipment. The provision for impairment represents the difference by which the carrying amount of an asset or a cash-generating unit exceeds its recoverable amount, wherein the recoverable amount of an asset or a cash-generating unit is the higher of its fair value less costs of disposal and its value in use.

Capital work-in-progress					
Carrying amount as on March 31, 2022	-	-	-	-	2,14,33,455
Carrying amount as on March 31, 2023	-	-	-	-	-

Particulars	Amount				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
As at March 31, 2022	2,14,33,455	-	-	-	2,14,33,455
As at March 31, 2023	10,18,56,850	2,32,42,221	-	-	12,50,99,071

Right of use assets					
		Plant and machinery	Office equipments	Total	
Gross carrying value at April 01, 2021	-	2,02,20,750	1,52,41,982	3,54,62,732	
Additions during the year	-	40,65,390	-	40,65,390	
Disposals during the year	-	-	-	-	
Effects of foreign exchange	-	6,02,267	4,54,017	10,56,284	
Gross carrying value at March 31, 2022	-	2,48,88,407	1,56,95,999	4,05,84,406	
Gross carrying value at April 01, 2022	-	2,48,88,407	1,56,95,999	4,05,84,406	
Additions during the year	-	2,54,19,289	-	2,54,19,289	
Disposals during the year	-	-	(53,72,454)	(53,72,454)	
Effects of foreign exchange	-	26,60,548	12,06,142	38,66,690	
Gross carrying value at March 31, 2023	-	5,29,68,244	1,15,29,687	6,44,97,931	
Accumulated depreciation at April 01, 2021	-	37,91,347	52,88,209	90,79,555	
Depreciation during the year	-	52,62,214	37,87,648	90,49,862	
Disposals during the year	-	-	-	-	
Effects of foreign exchange	-	1,12,966	1,57,533	2,70,499	
Accumulated depreciation at March 31, 2022	-	91,66,527	92,33,390	1,83,99,916	
Accumulated depreciation at April 01, 2022	-	91,66,527	92,33,390	1,83,99,916	
Depreciation during the year	-	84,65,554	40,18,734	1,24,84,288	
Disposals during the year	-	-	(54,90,860)	(54,90,860)	
Effects of foreign exchange	-	9,60,017	8,67,770	18,27,786	
Accumulated depreciation at March 31, 2023	-	1,85,92,097	86,29,034	2,72,21,131	
Net carrying value at March 31, 2022	-	1,57,21,880	64,62,609	2,21,84,489	
Net carrying value at March 31, 2023	-	3,43,76,147	29,00,653	3,72,76,800	

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(In Rs.)

Note 3a OTHER FINANCIAL ASSETS	Non-current		Current	
	March 31, 2023	March 31, 2022	March 31, 2023	March 31, 2022
Loans to employees	-	-	6,36,949	17,08,040
(b) Other deposits	2,10,70,383	1,94,21,111	-	-
(c) Interest cap asset*	7,87,13,830	5,47,32,884	-	-
(d) Tooling advance recoverable			54,11,311	38,47,462
Total	9,97,84,213	7,41,53,995	60,48,260	55,55,502

*The Company has entered into an interest cap agreement to hedge the floating interest rate on the term loan. The fair value of option contract is marked to market ("MTM") as at the year end.

(In Rs.)

Note 3b RESTRICTED CASH	Non-current		Current	
	March 31, 2023	March 31, 2022	March 31, 2023	March 31, 2022
(a) Restricted cash	1,64,22,000	1,51,44,000	-	-

Restricted cash represents the margin money deposits with banks for term loan availed from Exim bank.

(In Rs.)

Note 4 OTHER ASSETS	Non-current		Current	
	March 31, 2023	March 31, 2022	March 31, 2023	March 31, 2022
Other non-financial assets				
Unsecured and considered good unless otherwise stated :				
(a) Advances paid to suppliers	-	-	71,30,234	98,89,953
(b) Prepaid expenses	-	-	34,61,377	40,20,858
(c) Advance recoverable in kind or for value to be received				
(i) Unsecured and considered good	5,90,90,711	6,27,98,783	3,65,44,908	4,49,79,895
(d) Loans to employees	-	-	-	-
(e) Capital advances	2,42,18,195	4,72,36,076	-	-
Total	8,33,08,906	11,00,34,859	4,71,36,519	5,88,90,706

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	(In Rs.)	
Note 5 INVENTORIES	As at March 31, 2023	As at March 31, 2022
(At lower of cost and net realisable value)		
(a) Raw materials	2,21,46,936	3,26,39,170
(b) Work-in-process	8,30,28,513	10,16,79,650
(c) Finished goods	1,74,01,887	4,54,833
(d) Stores and spares	9,92,07,658	6,64,79,513
	22,17,84,994	20,12,53,166

Note 6 TRADE RECEIVABLES	As at March 31, 2023	As at March 31, 2022
Unsecured, considered good	38,87,58,044	42,81,65,020
Sub - Total	38,87,58,044	42,81,65,020
Allowance for doubtful debts (expected credit loss allowance).	(15,26,576)	(87,78,447)
Total	38,72,31,468	41,93,86,573
Current	38,72,31,468	41,93,86,573

6.1 Trade receivables

The Company has used a practical expedient by computing the expected credit loss allowance for trade receivables based on a provision matrix. The provision matrix takes into account historical credit loss experience. The expected credit loss allowance is based on the ageing of the days the receivables are due and the rates as given in the provision matrix. The Company follows the specific identification method for recognizing provision for doubtful accounts. Management analyzes composition of the accounts receivable aging, historical bad debts, current economic trends and customer credit worthiness of each accounts receivable when evaluating the adequacy of the provision for doubtful accounts.

	(In Rs.)	
Age of receivables	As at March 31, 2023	As at March 31, 2022
Less than 120 Days past due	38,72,31,468	41,93,86,573
Total	38,72,31,468	41,93,86,573

Movement in expected credit loss allowance	Year ended March 31, 2023	Year ended March 31, 2022
Balance at beginning of the year	87,78,447	66,10,745
Movement in expected credit loss allowance on trade receivables calculated at lifetime expected credit losses	(78,20,324)	19,66,341
Effect of foreign exchange	5,68,453	2,01,361
Balance at end of the year	15,26,576	87,78,447

As at March 31, 2023

Particulars	Amount Outstanding from due date of payment					Total
	Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade receivables – considered good	38,72,20,474	-	10,994	-	-	38,72,31,468
(ii) Undisputed Trade receivables – which have significant increase in credit risk	-	-	-	-	-	-
(iii) Undisputed Trade receivables – credit impaired	-	-	-	-	-	-
(iv) Disputed Trade receivables – considered good	-	-	-	-	-	-
(v) Disputed Trade receivables – which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade receivables – credit impaired	-	-	-	-	-	-

As at March 31, 2022

Particulars	Amount Outstanding from due date of payment					Total
	Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade receivables – considered good	41,33,17,553	14,81,279	45,87,741	-	-	41,93,86,573
(ii) Undisputed Trade receivables – which have significant increase in credit risk	-	-	-	-	-	-
(iii) Undisputed Trade receivables – credit impaired	-	-	-	-	-	-
(iv) Disputed Trade receivables – considered good	-	-	-	-	-	-
(v) Disputed Trade receivables – which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade receivables – credit impaired	-	-	-	-	-	-

Note 7 CASH AND CASH EQUIVALENTS

For the purposes of the statement of cash flows, cash and cash equivalents include cash on hand and in banks, cheques and drafts on hand. Cash and cash equivalents at the end of the reporting period as shown in the statement of cash flows can be reconciled to the related items in the fit for consolidation balance sheet as follows:

	(In Rs.)	
Particulars	As at March 31, 2023	As at March 31, 2022
(a) Balances with banks (including deposits with original maturity upto 3 months)		
(i) In current account	13,55,29,277	4,09,47,571
(b) Cash on hand	1,11,018	2,37,931
Cash and cash equivalents as per balance sheet	13,56,40,295	4,11,85,502

Note 8 CURRENT TAX LIABILITIES

	(In Rs.)	
Particulars	As at March 31, 2023	As at March 31, 2022
Current tax liabilities		
Income tax payable	99,082	85,750
Total	99,082	85,750

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(In Rs.)

Note 9 EQUITY SHARE CAPITAL	As at March 31, 2023	As at March 31, 2022
AUTHORISED :		
Equity shares:		
100 Equity shares of \$ 1 each	6,834	6,834
ISSUED, SUBSCRIBED AND FULLY PAID UP		
100 Equity shares of \$ 1 each fully paid-up (INR 68.34)		6,834
	-	6,834

Reconciliation of number of shares	2022-23		2021-22	
	No of Shares	Amount (Rs.)	No of Shares	Amount (Rs.)
Equity shares of \$ 1 each fully paid up (Rs 68.34)				
At the beginning of the period	100	6,834	100	6,834
At the end of the period	100	6,834	100	6,834

The Company has one class of equity share having a par value of \$ 1 per share. Each holder of equity share is entitled to one vote per share. The dividend when proposed by the board of directors is subject to the approval of the shareholders in the ensuing annual general meeting. Repayment of capital on liquidation will be in proportion to the number of equity shares held.

9.1 Details of shares held by each shareholder holding more than 5 percent of equity shares in the Company:

Name of the share holder	Number of shares held as at			
	March 31, 2023		March 31, 2022	
	Nos.	%	Nos.	%
Rane (Madras) International Holdings B.V.	100	100%	100	100%

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(In Rs.)

Note 10 OTHER EQUITY	As at March 31, 2023	As at March 31, 2022
Other comprehensive income	2,05,87,189	(54,49,745)
Securities premium reserve	3,21,88,68,447	2,47,66,82,447
Retained earnings	(2,94,39,00,515)	(2,22,55,73,015)
Foreign currency translation reserve	2,64,74,178	71,69,366
	32,20,29,300	25,28,29,054

The general reserve is used from time to time to transfer profits from retained earnings for appropriation purposes. As the general reserve is created by a transfer from one component of equity to another and is not an item of other comprehensive income, items included in general reserve will not be reclassified subsequently to profit or loss.

(In Rs.)

	Year ended March 31, 2023	Year ended March 31, 2022
(a) Other comprehensive income		
Opening balance	(54,49,745)	(1,04,04,248)
Add: addition during the year	2,60,36,934	49,54,503
Closing balance	2,05,87,189	(54,49,745)
(b) Securities premium account		
Opening balance	2,47,66,82,447	1,89,85,21,447
Add: addition during the year	74,21,86,000	57,81,61,000
Closing balance	3,21,88,68,447	2,47,66,82,447
(c) Retained earnings		
Opening balance	(2,22,55,73,015)	(1,98,63,17,779)
Loss attributable to the owners of the Company	(71,83,27,500)	(23,92,55,236)
Closing balance	(2,94,39,00,515)	(2,22,55,73,015)
(d) Foreign currency translation reserve		
Opening Balance	71,69,366	2,83,233
Movement during the year	1,93,04,812	68,86,133
Closing balance	2,64,74,178	71,69,366
(e) Hedging reserve		
Opening Balance	-	1,92,90,251
Movement during the year	-	(1,92,90,251)
Closing balance	-	-
Total	32,20,29,300	25,28,29,054

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(In Rs.)

Note 11 BORROWINGS	Non-current portion	
	As at March 31, 2023	As at March 31, 2022
Secured - at amortised cost		
i). Term loans		
- from banks	74,51,48,250	82,53,48,000
Total	74,51,48,250	82,53,48,000
The above amount includes		
Secured borrowings	1,32,19,71,000	1,29,48,12,000
Amount disclosed under the head "CURRENT MATURITIES OF LONG TERM BORROWINGS"	(57,68,22,750)	(46,94,64,000)
Net amount	74,51,48,250	82,53,48,000

Summary of borrowing arrangements

(i) During the year ended March 31, 2017, the Company obtained a term loan of INR 151,440,000 (\$ 2,000,000) from Export-Import Bank of India ("EXIM bank") bearing a variable interest rate of 6 month LIBOR +375 basis points quarterly payable. The loan is secured against all moveable property, plant and equipment, current assets of Rane Light Metal Castings, Inc. and shares of the Company held by Rane (Madras) International Holdings B.V. The said loan is repayable in 12 equal quarterly instalments starting from October 2018 and it is fully repaid as on March 31, 2022

(ii) During the year ended March 31, 2020, the Company obtained additional term loan of INR 473,250,000 (\$ 6,250,000) from Export-Import Bank of India ("EXIM Bank") bearing a variable interest rate of 6 months LIBOR + 230 basis points quarterly payable. The loan is secured against Standby Letter of Credit issued by the Parent company. The said loan is repayable in 20 structured quarterly instalments starting from February 2022.

(iii) During the year ended March 31, 2021, the Company obtained additional term loan of INR 380,493,000 (\$ 5,025,000) from Export-Import Bank of India ("EXIM Bank") bearing a variable interest rate of 6 months LIBOR + 230 basis points quarterly payable. The loan is secured against Standby Letter of Credit issued by the Parent company. The said loan is repayable in 20 structured quarterly instalments starting from February 2022.

(iv) During the year ended March 31, 2022, the Company obtained additional term loan of INR 92,757,000 (\$ 1,225,000) from Export-Import Bank of India ("EXIM Bank") bearing a variable interest rate of 6 months LIBOR + 230 basis points quarterly payable. The loan is secured against Standby Letter of Credit issued by the Parent company. The said loan is repayable in 20 structured quarterly instalments starting from February 2022. The balance outstanding as on March 31, 2023 is INR 894,999,000 (\$ 10,900,000). The balance outstanding as on March 31, 2022 is INR 923,784,000 (\$ 12,222,000).

(v) The Company had a working capital loan balance of INR 378,600,000 (\$ 5,000,000) as at March 31, 2021 from Exim Bank and is fully repaid during the year ended March 31, 2022.

(vi) During the year ended March 31, 2022, the Company had obtained a working capital demand loan with a maximum of \$7,000,000 balance that can be maintained and has balance outstanding of INR 426,972,000 (\$ 5,200,000) as at March 31, 2023 (March 31, 2022 - \$4,900,000) from RBL Bank in India. The loan bears a variable interest rate of 6 month SOFR +250 basis points and is payable on a monthly basis. The loan is secured against Standby Letter of Credit issued by the Parent company.

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(In Rs.)

Note 12 LEASE LIABILITY	As at March 31, 2023	As at March 31, 2022
Lease liability, non-current	2,57,68,166	1,43,74,656
TOTAL	2,57,68,166	1,43,74,656

Note 13 TRADE PAYABLES	As at March 31, 2023	As at March 31, 2022
Trade payables	22,30,43,397	27,62,49,147
TOTAL	22,30,43,397	27,62,49,147

As at March 31, 2023

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME	-	-	-	-	-	-
(ii) Others	20,51,51,411	46,30,941	1,04,72,599	9,09,187	18,79,259	22,30,43,397
(iii) Disputed dues - MSME	-	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-	-

As at March 31, 2022

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME	-	-	-	-	-	-
(ii) Others	21,79,37,024	1,55,22,297	1,09,66,603	87,86,700	2,30,36,523	27,62,49,147
(iii) Disputed dues - MSME	-	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-	-

There are no dues to enterprises as defined under Micro, Small and Medium Enterprises Development Act, 2006 which is on the basis of such parties having been identified by the management and relied upon by the auditors.

(In Rs.)

Note 14 OTHER CURRENT FINANCIAL LIABILITIES	Non-current		Current	
	As at March 31, 2023	As at March 31, 2022	As at March 31, 2023	As at March 31, 2022
(a) Interest accrued but not due on borrowings	-	-	1,38,36,108	45,91,792
(b) Employee related liabilities	-	-	1,52,46,018	83,40,177
(c) Others	-	-	1,61,41,929	2,04,71,962
TOTAL	-	-	4,52,24,055	3,34,03,931

(In Rs.)

Note 14a CURRENT MATURITIES OF LONG TERM BORROWINGS	Non-current		Current	
	As at March 31, 2023	As at March 31, 2022	As at March 31, 2023	As at March 31, 2022
Current maturities of long term borrowings	-	-	57,68,22,750	46,94,64,000
TOTAL	-	-	57,68,22,750	46,94,64,000

(In Rs.)				
Note 14b CURRENT MATURITIES OF LEASE LIABILITY	Non-current		Current	
	As at March 31, 2023	As at March 31, 2022	As at March 31, 2023	As at March 31, 2022
Current maturities of lease liability	-	-	1,35,42,318	1,01,29,034
TOTAL	-	-	1,35,42,318	1,01,29,034

(In Rs.)				
Note 15 OTHER LIABILITIES	Non-current		Current	
	As at March 31, 2023	As at March 31, 2022	As at March 31, 2023	As at March 31, 2022
(a) Statutory remittances		-	2,22,72,818	1,38,95,393
(b) Tooling advance received from customers		-	85,02,323	1,31,64,603
TOTAL		-	3,07,75,141	2,70,59,996

(In Rs.)				
Note 15a Provisions	Non-current		Current	
	As at March 31, 2023	As at March 31, 2022	As at March 31, 2023	As at March 31, 2022
(a) Defined benefit plan obligation	10,88,13,404	13,26,33,424	-	-
TOTAL	10,88,13,404	13,26,33,424	-	-

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(In Rs.)

NOTE 17 REVENUE FROM OPERATIONS	Year ended March 31, 2023	Year ended March 31, 2022
17.1 Disaggregated revenue information		
(a) Sales of Products - aluminium castings	2,23,78,63,203	1,82,76,51,126
(b) Other operating revenues		
- Tools	3,59,09,712	19,73,413
- Scrap sales	3,51,14,717	3,95,79,620
Total revenue from operations	2,30,88,87,632	1,86,92,04,159

	Year ended March 31, 2023	Year ended March 31, 2022
17.2 Timing of revenue recognition		
Products transferred at a point in time	2,30,88,87,632	1,86,92,04,159
Total revenue from operations	2,30,88,87,632	1,86,92,04,159

	Year ended March 31, 2023	Year ended March 31, 2022
17.3 Contract balances		
Trade receivables (<i>Refer note 6</i>)	38,72,31,468	41,93,86,573
Total revenue from operations	38,72,31,468	41,93,86,573

The above table provides information about receivables, contract assets and contract liabilities from contracts with customers.

Note 18a Other Income	Year ended March 31, 2023	Year ended March 31, 2022
Other non-operating income (net of expenses directly attributable to such income)		
- Others (aggregate of immaterial items)	1,04,85,715	91,128
	1,04,85,715	91,128

Note 18b Exceptional Item	Year ended March 31, 2023	Year ended March 31, 2022
Exceptional Item	9,05,07,802	46,71,28,770
	9,05,07,802	46,71,28,770
<p>The Company availed Paycheck Protection Program Loan (PPP) of INR 196,547,390 (\$ 2,638,220) on April 17, 2020 administered by the small business administration (SBA) as part of the stimulus benefits offered by the CARES Act 2020 in response to the COVID-19 pandemic. The Company received forgiveness approval from SBA during the year ended March 31, 2022 for waiver of the loan in full. The waiver amount has been considered as exceptional item in the last year. During the year ended March 31, 2022, the Company received Employee Retention Tax Credit (ERTC) amounting to INR 270,581,380 (\$ 3,652,442). For the years ended March 31, 2023 and March 31, 2022, the Company recognized impairment totaling INR 90,507,802 (\$ 1,126,569) and INR Nil (\$ Nil), respectively, associated with Plant and equipment.</p>		
Note 19 CHANGES IN INVENTORIES OF WORK IN PROGRESS AND FINISHED GOODS	Year ended March 31, 2023	Year ended March 31, 2022
Opening Stock:		
Work-in-process	10,16,79,650	8,48,89,532
Finished goods	4,54,833	3,16,52,655
Closing Stock:		
Work-in-process	8,30,28,513	10,16,79,650
Finished goods	1,74,01,887	4,54,833
Increase in stocks	17,04,083	1,44,07,704
Note 20 EMPLOYEE BENEFIT EXPENSES	Year ended March 31, 2023	Year ended March 31, 2022
(a) Salaries, wages and bonus	80,20,47,418	74,24,48,676
(b) Contribution to retirement benefit funds	16,49,38,599	20,29,59,112
(c) Staff welfare expenses	37,82,028	32,31,041
	97,07,68,045	94,86,38,829
Note 21 FINANCE COSTS	Year ended March 31, 2023	Year ended March 31, 2022
Continuing operations		
Interest costs:		
Interest on bank overdrafts and loans (other than those from related parties)	5,77,82,270	3,36,61,736
Guarantee Commission to Parent Company	59,42,138	94,25,477
Interest on obligations under leases	47,35,858	25,10,445
Gain arising on derivatives designated as hedging instruments in cash flow hedges	(27,58,580)	(5,38,51,029)
	6,57,01,687	(82,53,371)
		(In Rs.)
Note 22 DEPRECIATION AND AMORTISATION EXPENSE	Year ended March 31, 2023	Year ended March 31, 2022
Depreciation and amortization on property, plant and equipment and right-of-use assets pertaining to continuing operations	32,65,08,658	19,89,29,142
Total depreciation and amortisation expense	32,65,08,658	19,89,29,142
		(In Rs.)

Note 23 OTHER EXPENSES	Year ended March 31, 2023	Year ended March 31, 2022
Auditors' remuneration	27,23,985	18,24,375
Impairment loss (reversed) recognized under expected credit loss model, net	(78,20,324)	19,39,164
Bank charges	6,28,009	9,08,191
Commission to selling agents	-	25,16,473
Consumption of stores and spares	10,19,63,927	11,07,68,647
Loss on sale of assets	-	-
Insurance	5,50,01,354	4,09,01,797
Information systems	98,24,587	81,23,019
Power and fuel	20,99,23,048	14,48,28,889
Packing, despatching and freight	5,15,86,664	5,86,58,729
Professional charges	3,20,67,311	1,97,43,375
Printing and stationery	9,23,203	9,08,298
Rates and taxes, excluding taxes on income	1,19,79,434	1,27,26,873
Rent expense	57,92,400	40,16,552
Repairs and maintenance	-	-
- Plant and machinery	8,46,94,779	16,12,43,180
- Others	1,48,43,095	1,35,94,379
Telephone	32,02,221	38,81,373
Travelling and conveyance	30,88,535	24,41,778
Sales promotion and publicity	-	17,32,213
Miscellaneous expenses	37,06,812	59,42,367
	58,41,29,040	59,66,99,672

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NOTE 25 LOSSES PER SHARE

(In Rs.)

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Basic losses per share		
From continuing operations	(71,83,275)	(23,92,552)
Total basic losses per share	(71,83,275)	(23,92,552)
Diluted losses per share		
From continuing operations	(71,83,275)	(23,92,552)
Total diluted losses per share	(71,83,275)	(23,92,552)

Basic losses per share

The earnings and weighted average number of equity shares used in the calculation of basic earnings per share are as follows.

Losses used in the calculation of basic losses per share from continuing operations	(71,83,27,500)	(23,92,55,236)
--	----------------	----------------

	Year ended March 31, 2023	Year ended March 31, 2022
(a) Number of equity Shares of \$ 1 each outstanding at the end of the year	100	100
(b) Weighted average number of equity shares for the purpose of basic earnings per share	100	100

Diluted losses per share

The earnings used in the calculation of diluted earnings per share as follows.

	Year ended March 31, 2023	Year ended March 31, 2022
Losses used in the calculation of diluted earnings per share from continuing operations	(71,83,27,500)	(23,92,55,236)

The weighted average number of equity shares for the purposes of diluted earnings per share reconciles to the weight of equity shares used in the calculation of basic earnings per share as follows:

	Year ended March 31, 2023	Year ended March 31, 2022
Weighted average number of equity shares used in the calculation of basic earnings per share	100	100

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Note 26 SEGMENT REPORTING

The Company is engaged in the activities related to manufacture and supply of auto components for transportation industry and the Chief Operating Decision Maker (Board of Directors) review the operating results as a whole for purposes of making decisions about resources to be allocated and assess its performance, the entire operations are to be classified into automobile and non-automobile industry. The geographical segments considered for disclosure are – North America and Rest of the World. All the manufacturing facilities are located in the United States of America:

	Revenue from external customers	
	As at March 31, 2023	As at March 31, 2022
Automobile sales	1,67,45,11,706	1,56,92,30,485
Non-automobile sales	63,43,75,926	29,99,73,674
Total	2,30,88,87,632	1,86,92,04,159

26.1 Geographical information

The Company's revenue from continuing operations from external customers by location of operations and information about its non-current assets** by location of operations are detailed below:

	Revenue from external customers		Non - current assets**	
	As at March 31, 2023	As at March 31, 2022	As at March 31, 2023	As at March 31, 2022
North America	2,30,88,87,632	1,86,92,04,159	1,29,34,31,161	1,31,53,12,377
Total	2,30,88,87,632	1,86,92,04,159	1,29,34,31,161	1,31,53,12,377

** Non-current assets are used in the operations of the Company to generate revenues outside India.

26.2 Information about major customers

Included in revenues arising from direct sales of Rs.230.88 Cr (2021-22: 186.92 Cr) are revenues of approximately Rs. 161.66 Cr (2021-22: Rs. 140.96 Cr) which arose from sales to the Company's largest customers. No other single customers contributed 10% or more to the Company's revenue for both 2022-23 and 2021-22.

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NOTE 27 EMPLOYEE BENEFIT PLANS

A. Defined contribution plans

The Company has a 401k plan set up for its employees. The contributions payable to this plans by the Company are at rates specified in the rules of the schemes.

B. Defined benefit plans :

Pension -

A participant is eligible for his normal retirement pension after the participant has attained age of 62 and terminates employment. A participant shall receive a monthly benefit payable at normal retirement age equal to:

- \$23:00 multiplied by years of benefit service from December 2003 to October 10, 2005; plus
- \$24:00 multiplied by years of benefit service from October 2005 to October 9, 2006; plus
- \$25:00 multiplied by years of benefit service from October 9, 2006, to October 8, 2007; plus
- \$26:00 multiplied by years of benefit service from October 5, 2007 to December 16, 2010; plus
- \$16:00 multiplied by benefit service after December 16, 2010.

Disability benefit:

The benefit will be payable in the form of a lifetime pension until the earliest of: recovery, death or normal retirement date.

Death benefit:

If a participant dies after he/she has become vested under the Plan but before he/she begins to receive a retirement pension benefit, his/her spouse will receive a 50% survivor benefit if he/she has been married at least one year.

The liability with regards to the Plan are determined by the actuarial valuation, performed by an independent actuary, at each balance sheet date using projected unit cost method. The Company contributes all ascertained liabilities to the registered investment companies which are held under a separate trust through custodian, Charles Schwab, as permitted by the Department of Labor.

The Company is exposed to various risks in providing the above gratuity benefit which are as follows:

Interest rate risk : The plan exposes the Company to the risk of fall in interest rates. A fall in interest rates will result in an increase in the ultimate cost of providing the above benefit and will thus result in an increase in the value of the liability (as shown in financial statements).

Investment risk : The probability or likelihood of occurrence of losses relative to the expected return on any particular investment.

Salary escalation risk : The present value of the defined benefit plan is calculated with the assumption of salary increase rate of plan participants in future. Deviation in the rate of increase of salary in future for plan participants from the rate of increase in salary used to determine the present value of obligation will have a bearing on the plan's liability.

Demographic risk : The Company has used certain mortality and attrition assumptions in valuation of the liability. The Company is exposed to the risk of actual experience turning out to be worse compared to the assumption.

(In Rs.)

Particulars	Pension (Funded)	
	2022-23	2021-22
Present value of obligations at the beginning of the year	48,47,65,194	48,92,81,414
Current service cost	49,20,222	53,98,844
Interest Cost	1,79,50,378	1,52,69,481
Re-measurement (gains)/losses:	-	-
- Actuarial gains and losses arising from experience adjustment	(7,22,010)	35,22,317
- Actuarial gains and losses arising from financial assumptions	(7,86,61,527)	(2,74,89,968)
Benefits paid	(1,70,21,977)	(1,54,82,934)
Foreign currency translation adjustment	3,92,88,568	1,42,66,040
Present value of obligations at the end of the year	45,05,18,849	48,47,65,194

Changes in the fair value of Plan assets		
Fair value of Plan assets at beginning of year	35,21,31,771	35,23,92,525
Interest income	1,30,39,154	1,09,97,433
Contributions from the employer	1,80,52,409	1,29,15,086
Benefits paid	(1,70,21,977)	(1,54,82,934)
Return on plan assets, excluding interest income	(5,33,46,603)	(1,90,13,148)
Foreign currency translation adjustment	2,88,50,690	1,03,22,810
Fair value of plan assets at the end of the year	34,17,05,445	35,21,31,771
Amounts recognized in the fit for consolidation balance sheet	(10,88,13,405)	(13,26,33,424)
Projected benefit obligation at the end of the year	(45,05,18,849)	(48,47,65,194)
Fair value of plan assets at end of the year	34,17,05,445	35,21,31,771
Funded status of the Plan – liability recognised in the fit for consolidation balance sheet	(10,88,13,404)	(13,26,33,424)
Components of defined benefit cost recognised in fit for consolidation statements of loss		
Current service cost	49,20,222	53,98,844
Net interest expense	42,72,048	63,72,492
Net cost in fit for consolidation statements of loss	91,92,270	1,17,71,336

Components of defined benefit cost recognised in Other Comprehensive income		
Remeasurement on the net defined benefit liability:		
- Actuarial gains and losses arising from experience adjustment	(7,93,83,536)	(2,39,67,651)
Return on plan assets	5,33,46,603	1,90,13,148
Net income in other comprehensive income	(2,60,36,934)	(49,54,503)
Assumptions	March 31,2023	March 31,2022
Expected return on plan assets	3.49%	3.08%
Discount rate	3.49%	3.08%
<u>Expected rate of salary increases</u>		
Executives managers & below / senior manager & above	0.00%	0.00%
Operators	0.00%	0.00%
<u>Expected rate of attrition</u>		
Rate of employee turnover	90% of 2003 SoA SPAT Table	90% of 2003 SoA SPAT Table
<p>The Company has generally invested the plan assets with the insurer managed funds. The insurance company has invested the plan assets in government securities, debt funds, equity shares, mutual funds, money market instruments and time deposits. The expected rate of return on plan asset is based on expectation of the average long term rate of return expected on investments of the fund during the estimated term of the obligation.</p> <p>Significant actuarial assumptions for the determination of the defined benefit obligation are discount rate, expected salary increase and mortality. The sensitivity analysis below have been determined based on reasonably possible changes of the assumptions occurring at the end of the reporting period, while holding all other assumptions constant. The results of sensitivity analysis is given below:</p>		
Sensitivity analysis	March 31,2023	March 31,2022
Projected benefit obligation on current assumptions	45,05,18,849	48,47,65,194
Delta effect of +0.5% change in rate of discounting	(2,53,76,574)	(3,29,46,529)
Delta effect of -0.5% change in rate of discounting	2,80,75,234	3,57,12,859
<p>Please note that the sensitivity analysis have been determined based on reasonably possible changes of the respective assumptions occurring at the end of the reporting period, while holding all other assumptions constant. The sensitivity analysis presented above may not be representative of the actual change in the projected benefit obligation as it is unlikely that the change in assumptions would occur in isolation of one another as some of the assumptions may be correlated.</p> <p>Furthermore, in presenting the above sensitivity analysis, the present value of the projected benefit obligation has been calculated using the projected unit credit method at the end of the reporting period, which is the same method as applied in calculating the projected benefit obligation as recognised in the fit for consolidation balance sheet.</p> <p>There was no change in the methods of assumptions used in preparing the sensitivity analysis from prior years.</p>		

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NOTE 28 FINANCIALS INSTRUMENTS

28.1 Capital management

The Company manages its capital to ensure that it will be able to continue as a going concern while maximising the return to stakeholders through the optimization of the debt and equity balance. The Company isn't subject to any externally imposed capital requirements.

The capital structure of the Company consists of net debt and total equity of the Company.

28.1.1 Gearing ratio

The gearing ratio at the end of the reporting period was as follows:

Particulars	(In Rs.)	
	As at March 31, 2023	As at March 31, 2022
Debt*	1,33,81,12,929	1,31,52,83,962
Cash and bank balances (including cash and bank balances in a disposal Company held for sale)***	13,56,40,295	4,11,85,502
Net debt	1,20,24,72,634	1,27,40,98,460
Equity	32,20,36,134	25,28,35,888
Net debt to equity ratio	(373.39%)	(503.92%)

*Debt is defined as long-term and short-term borrowings.

**Equity includes all capital and reserved of the company that are managed as capital.

***Does not include restricted cash

(In Rs.)

28.1.2 Categories of financial instruments	(In Rs.)	
	As at March 31, 2023	As at March 31, 2022
Financial assets		
Measured at amortised cost		
(a) Cash and bank balances (including cash and bank balances in a disposal Company held for sale)	15,20,62,295	5,63,29,502
(b) Other financial assets at amortised cost (including trade receivables in a disposal Company held for sale)	38,72,31,468	41,93,86,573
Financial liabilities		
Measured at amortised cost		
Trade payables	22,30,43,397	27,62,49,147

28.2 Interest rate risk management

The Company's exposure to interest rates on financial assets and financial liabilities are detailed in the liquidity risk management.

The Company's main interest rate risk arises from long-term borrowings with variable rates, which exposes the Company to cash flow interest rate risk. The Company policy is to cap its borrowings rate using interest rate cap to achieve this when necessary.

The following table demonstrates the sensitivity to a reasonably possible change in interest rates on that portion of loans and borrowings affected. With all other variables held constant, the Company's profit before tax is affected through the impact on floating rate borrowings.

If the interest rates had been 100 basis points higher/lower and all other variables were held constant, the Company's loss will be affected in the following way-

Year ended	Increase / decrease in basis points	Effect on loss
March 31 2023	100	INR (13,381,129)
	-100	INR 13,381,129
March 31 2022	100	INR (12,948,120)
	-100	INR 12,948,120

28.3 Credit risk management

Trade receivables consist of a large number of customers, spread across diverse industries and geographical areas. Ongoing credit evaluation is performed on the financial condition of accounts receivable and, where appropriate, credit guarantee insurance cover is purchased. **(Refer Note 6)**

28.4 Liquidity risk management

Ultimate responsibility for liquidity risk management rests with the board of directors, which has established an appropriate liquidity risk management framework for the management of the company's short-term, medium-term and long-term funding and liquidity management requirements. The Company manages liquidity risk by maintaining adequate reserves, banking facilities and reserve borrowing facilities, by continuously monitoring forecast and actual cash flows, and by matching the maturity profiles of financial assets and liabilities.

Impact of Pandemic

The extent of the impact of coronavirus (COVID 19) outbreak on operations of the Company will depend on future developments, including the duration and spread of the outbreak, related advisories and restrictions, government actions, the impact on financial markets and the overall economy, all of which are highly uncertain and cannot be predicted.

28.5 Liquidity and interest risk tables

The following tables detail the company's remaining contractual maturity for its non-derivative financial liabilities with agreed repayment periods. The tables have been drawn up based on the undiscounted cash flows of financial liabilities based on the earliest date on which the Company can be required to pay. The tables include both interest and principal cash flows. To the extent that interest flows are floating rate, the undiscounted amount is derived from interest rate curves at the end of the reporting period. The contractual maturity is based on the earliest date on which the Company may be required to pay.

The table below provides details regarding the contractual maturities of financial liabilities including estimated interest payments as at March 31, 2023

Particulars			Total
	Less than 1 year	More than 1 year	
Accounts payable and acceptances	22,30,43,397	-	22,30,43,397
Loan repayable on demand	42,69,72,000	-	42,69,72,000
Term loan (principal)	14,98,50,750	74,51,48,250	89,49,99,000
Interest accrued but not due on borrowings	1,38,36,108	-	1,38,36,108
Lease liability (principal)	1,35,42,318	2,57,68,166	3,93,10,484
	82,72,44,573	77,09,16,416	1,59,81,60,989

The table below provides details regarding the contractual maturities of financial liabilities including estimated interest payments as at March 31, 2022

Particulars			Total
	Less than 1 year	More than 1 year	
Accounts payable and acceptances	27,62,49,147	-	27,62,49,147
Loan repayable on demand	37,10,28,000	-	37,10,28,000
Term Loan (Principal)	9,84,36,000	82,53,48,000	92,37,84,000
Interest accrued but not due on borrowings	45,91,792	-	45,91,792
Lease liability (Principal)	1,01,29,034	1,43,74,656	2,45,03,690
	76,04,33,973	83,97,22,656	1,60,01,56,629

28.6 Fair value of financial assets and financial liabilities that are not measured at fair value (but fair value disclosures are required)

Except as detailed in the following table, the management consider that the carrying amounts of financial assets and financial liabilities recognised in the financial statements approximate their fair values.

Particulars	As at March 31, 2023		As at March 31, 2022	
	Carrying amount	Fair value	Carrying amount	Fair value
Financial assets				
Financial assets at amortised cost:				
- Trade receivables	38,72,31,468	38,72,31,468	41,93,86,573	41,93,86,573
- others	7,87,13,830	7,87,13,830	5,47,32,884	5,47,32,884
Financial liabilities				
Financial liabilities held at amortised cost:				
Bank borrowings and cash credit	1,61,41,929	1,61,41,929	2,04,71,962	2,04,71,962
Trade payables	22,30,43,397	22,30,43,397	27,62,49,147	27,62,49,147
Interest accrued but not due on borrowings	1,38,36,108	1,38,36,108	45,91,792	45,91,792
Financial lease payables	-	-	-	-

Fair value hierarchy as at March 31, 2023

Particulars	As at March 31, 2023			As at March 31, 2022	
	Level 1	Level 2	Level 3	Total	Total
Financial assets					
Financial assets at amortised cost:					
- Trade receivables	-	-	38,72,31,468	38,72,31,468	38,72,31,468
Total	-	-	38,72,31,468	38,72,31,468	38,72,31,468
Financial liabilities					
Financial liabilities held at amortised					
Bank loans	-	-	1,61,41,929	1,61,41,929	1,61,41,929
Trade payables	-	-	22,30,43,397	22,30,43,397	22,30,43,397
Interest accrued but not due on borrowings	-	-	1,38,36,108	1,38,36,108	1,38,36,108
Financial lease payables	-	-	-	-	-
Total	-	-	25,30,21,434	25,30,21,434	25,30,21,434

Fair value hierarchy as at March 31, 2022

Particulars	As at March 31, 2022			As at March 31, 2023	
	Level 1	Level 2	Level 3	Total	Total
Financial assets					
Financial assets at amortised cost:					
- Trade receivables	-	-	41,93,86,573	41,93,86,573	41,93,86,573
Total	-	-	41,93,86,573	41,93,86,573	41,93,86,573
Financial liabilities					
Financial liabilities held at amortised					
Bank loans	-	-	2,04,71,962	2,04,71,962	2,04,71,962
Trade payables	-	-	27,62,49,147	27,62,49,147	27,62,49,147
Interest accrued but not due on borrowings	-	-	45,91,792	45,91,792	45,91,792
Financial lease payables	-	-	-	-	-
Total	-	-	30,13,12,901	30,13,12,901	30,13,12,901

The fair values of the financial assets and financial liabilities included in the level 2 and level 3 categories above have been determined in accordance with generally accepted pricing models based on a discounted cash flow analysis, with the most significant inputs being the discount rate that reflects the credit risk of counterparties.

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NOTE 29 RELATED PARTY DISCLOSURES

(a) Names of related parties and nature of relationship:

(i) Holding Companies	Rane (Madras) International Holdings B.V. Rane (Madras) Limited (Ultimate Holding Company) Rane Holdings Limited
(ii) Fellow subsidiaries	Rane Holdings America Inc. Rane Brake Linings Limited

(b) The above information regarding related parties have been determined to the extent such parties have been identified on the basis of information available with the Company.

(c) TRANSACTIONS / BALANCES

(In Rs.)

Description	Holding Companies		Fellow subsidiaries		Total	
	2023	2022	2023	2022	2023	2022
Transactions during the year						
Professional charges	94,30,179	1,26,43,085	35,56,301	32,28,324	1,29,86,480	1,58,71,410
Balance as at year end						
Payables	78,22,884	1,12,59,623	37,11,947	18,32,045	1,15,34,831	1,30,91,668

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30. Leases
As lessee

The Company has lease contracts for various items of plant and machinery office equipments and other equipment used in its operations. Leases of plant and machinery generally have lease terms of 4 years, while other equipments generally have lease terms between 4 and 6 years. The company's obligations under its leases are secured by the lessor's title to the leased assets. Generally, the company is restricted from assigning and subleasing the leased assets. There are several lease contracts that include extension and termination options and variable lease payments, which are further mentioned below:

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

Below are the carrying amounts of right-of-use assets recognised and the movements during the period:

(In Rs.)

Particulars	Plant and machinery	Office equipments			Total
Gross carrying value at April 01, 2021	2,02,20,750	1,52,41,982			3,54,62,732
Additions during the year	40,65,390				40,65,390
Disposals during the year	-	-			-
Effects of foreign exchange	6,02,267	4,54,017			10,56,284
Gross carrying value at March 31, 2022	2,48,88,407	1,56,95,999			4,05,84,406
Gross carrying value at April 01, 2022	2,48,88,407	1,56,95,999			4,05,84,406
Additions during the year	2,54,19,289				2,54,19,289
Disposals during the year	-	(53,72,454)			(53,72,454)
Effects of foreign exchange	26,60,548	12,06,142			38,66,690
Gross carrying value at March 31, 2023	5,29,68,244	1,15,29,687			6,44,97,931
Accumulated depreciation at April 01, 2021	37,91,347	52,88,209			90,79,555
Depreciation during the year	52,62,214	37,87,648			90,49,862
Disposals during the year	-	-			-
Effects of foreign exchange	1,12,966	1,57,486			2,70,452
Accumulated depreciation at March 31, 2022	91,66,527	92,33,343			1,83,99,869
Accumulated depreciation at April 01, 2022	91,66,527	92,33,343			1,83,99,869
Depreciation during the year	84,65,554	40,18,734			1,24,84,288
Disposals during the year	-	(54,90,860)			(54,90,860)
Effects of foreign exchange	9,60,165	8,67,723			18,27,887
Accumulated depreciation at March 31, 2023	1,85,92,245	86,28,940			2,72,21,185
Net carrying value at March 31, 2022	1,57,21,880	64,62,656			2,63,83,176
Net carrying value at March 31, 2023	3,43,75,999	29,00,747			3,72,76,746

Below are the carrying amounts of lease liabilities and the movements during the period:

(In Rs.)

	Year ended March 31, 2023	Year ended March 31, 2022	Year ended March 31, 2021
Opening lease liability	2,45,03,690	28,38,720	88,26,436
Recognition of lease liability on account of transition to IndAS 116		2,76,37,800	2,75,24,650
Additions	2,59,79,522	40,00,093	-
Accretion of interest	47,35,858	25,10,445	24,78,217
Lease end	-	-	-
Payments	(1,79,76,424)	(1,08,45,485)	1,04,90,683
Effects of foreign exchange	20,67,838	(16,37,883)	8,38,286
Closing lease liability	3,93,10,484	2,45,03,690	2,75,00,334
Current	1,35,42,318	1,01,29,034	81,74,759
Non-current	2,57,68,166	1,43,74,656	1,93,25,576

The following are the amounts recognised in fit for consolidation statements of loss:

(In Rs.)

	Year ended March 31, 2023	Year ended March 31, 2022	Year ended March 31, 2021
Depreciation expense of right-of-use assets	1,24,84,288	90,49,862	1,84,66,158
Interest expense on lease liabilities	47,35,858	25,10,445	8,29,195
Expense relating to short-term leases (included in other expenses)	40,16,552	40,16,552	48,92,071
Total amount recognised in statement of loss	2,12,36,699	1,55,76,859	2,41,87,425

The Company had total cash outflows for leases of INR 17,976,424 for the year ended March 31, 2023 (March 31, 2022: INR 10,845,485). The Company also had non-cash additions to right-of-use assets and lease liabilities of INR 25,979,522 during the year ended March 31, 2023 (March 31, 2022: INR 4,000,093).

The Company has several lease contracts that include extension and termination options. These options are negotiated by management to provide flexibility in managing the leased-asset portfolio and align with the company's business needs. Management exercises significant judgement in determining whether these extension and termination options are reasonably certain to be exercised.

Additional Disclosures

(In Rs.)

Depreciation, amortisation and impairment expense	As at March 31, 2023	As at March 31, 2022	As at March 31, 2021
Depreciation on right-of-use assets	1,24,84,288	90,49,862	1,84,66,158
Total	1,24,84,288	90,49,862	1,84,66,158

(In Rs.)

Finance costs	As at March 31, 2023	As at March 31, 2022	As at March 31, 2021
Interest on lease liabilities	47,35,858	25,10,445	8,29,195
Total	47,35,858	25,10,445	8,29,195

Cashflow Statement Disclosure

(In Rs.)

Investing activities	As at March 31, 2023	As at March 31, 2022	As at March 31, 2021
Lease liability principal payment	1,32,40,566	83,35,040	96,61,488
Lease liability interest payment	47,35,858	25,10,445	8,29,195
Total	1,79,76,424	1,08,45,485	1,04,90,683

Financial instruments

30.1 The Company as lessee

Non-cancellable operating lease commitments

(In Rs.)

Particulars	As at March 31, 2023	As at March 31, 2022	As at March 31, 2021
Not later than 1 year	1,35,42,318	1,01,29,034	42,16,605
Later than 1 year and not later than 5 years	2,50,24,642	1,36,88,995	52,55,195
Later than 5 years	7,43,524	6,85,661	-
Total	3,93,10,484	2,45,03,690	94,71,799

Rane Light Metal Castings Inc. (Formerly known as Rane Precision Die Casting, Inc.)
Fit for consolidation financial statements for the years ended March 31, 2023 and March 31, 2022
NOTES FORMING PART OF ACCOUNTS

NOTE 31 Commitments

(In Rs.)

Particulars	As at March 31, 2023	As at March 31, 2022
(a) Estimated amount of contracts remaining to be executed on capital account and not provided for	3,11,41,538	5,77,88,351

Note 32 Contingent liabilities and contingent assets

Contingent liabilities

(In Rs.)

Particulars	As at March 31, 2023	As at March 31, 2022
(a) Claims against the Company not acknowledged as debt	-	-

As at the years ended March 31, 2023 and March 31, 2022, the Company did not have claims not acknowledged as debt.

Note 33 Additional information to financial statements

ADDITIONAL INFORMATION TO THE FINANCIAL STATEMENTS

(In Rs.)

	As at March 31, 2023	As at March 31, 2022
a) Raw materials consumed :		
i) Aluminium alloy	1,08,87,92,714	82,52,27,569
	1,08,87,92,714	82,52,27,569

b) Value of indigenous raw materials, components and spares consumed and percentage of each to the total consumption:

	Year ended			
	March 31, 2023		March 31, 2022	
	Value	Percentage	Value	Percentage
i) Raw materials indigenous	1,08,87,92,714	91%	82,52,27,569	88%
ii) Stores and spare parts indigenous	10,19,63,927	9%	11,07,68,647	12%
	1,19,07,56,641	100%	93,59,96,216	100%

Note 34 Events after the reporting period

The Company evaluated all events and transactions that occurred after March 31, 2023 through April XX, 2023; the date the fit for consolidation financial statements were available to be issued. Based on the evaluation the Company is not aware of any events or transactions that require recognition or disclosure in fit for consolidation financial statements

For KNAV P.A.
Certified Public Accountants

For and on behalf of the Board of Directors of Rane Light Metal Castings Inc.

Amber Mehta
 Partner
 Licensed in Georgia

Harish Lakshman
 Director

B Gnanasambandam
 Director

Place: Atlanta
 Date: April XX, 2023

Place:
 Date:

Place:
 Date: